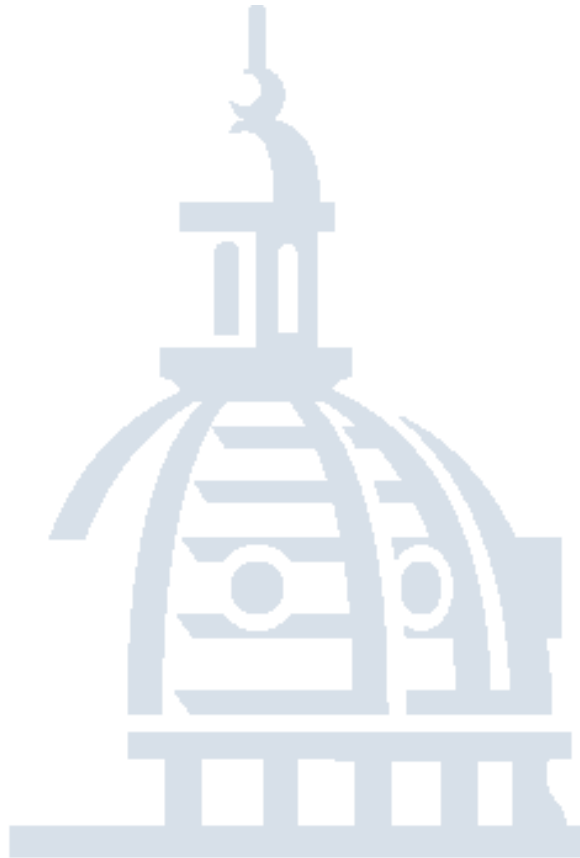


**SUMMARY OF FY 2018 AND FY 2019 BUDGET
AND GOVERNOR'S RECOMMENDATIONS**

Analysis of Governor's Budget



FISCAL SERVICES DIVISION

JANUARY 11, 2018

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Foreword

Analysis of Governor's Budget

The purpose of this document is to provide the General Assembly with an overview of the Governor's FY 2018 and FY 2019 budget recommendations. The report provides an analysis of the Governor's recommendations for each of the appropriations subcommittees. The report also includes information on the economic outlook of the State, the Medical Assistance Program, federal funds, and State School Aid.

If you need additional information regarding a department request, the Governor's recommendations, or have any other requests, refer to the Fiscal Services Division staff listing. The staff listing will indicate the appropriate analyst to contact.

Questions concerning this document should be directed to:

Holly M. Lyons, Fiscal Services Division Director

holly.lyons@legis.iowa.gov

Phone: 515.281.5279

or

Jennifer Acton, Division Editor/Supervisor

jennifer.acton@legis.iowa.gov

Phone: 515.669.9007

or

Dave Reynolds, Appropriations Tracking Coordinator

dave.reynolds@legis.iowa.gov

Phone: 515.281.6934

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When Reviewing This Document, Please Note The Following:

The Fiscal Services Division obtained information from the I/3 Budget System and from the Department of Management (DOM) to compile this document. The document reflects information received January 7, 2018.

Other items worth noting when reviewing this document include:

- Revenues and expenditures are estimated for FY 2018 and FY 2019. The General Fund revenue estimate, determined by the Revenue Estimating Conference on December 11, 2017, will be used as the basis for determining the statutory expenditure limitation for FY 2019, along with any proposed legislative revenue changes.
- When analyzing the FY 2019 Governor's recommendations, the FY 2019 recommendations are compared to the estimated FY 2018 appropriations before any Governor's recommended appropriation adjustments. The Governor's recommended FY 2018 appropriation adjustments are not reflected in the graphics for the departments.
- **Appendix A** provides common acronyms used in the appropriations tables.
- **Appendix B** is an appropriations tracking document showing General Fund and Other Funds appropriations and the Governor's recommendations by Subcommittee.
- **Appendix C** provides an overview of the 2017 Interim Committees.
- **Appendix D** provides a listing of publications by the Fiscal Services Division during the 2017 Interim.
- **Appendix E** provides information about public retirement systems in Iowa.
- **Appendix F** provides Other Funds balance sheets for the following:
 - Environment First Fund (EFF)
 - Rebuild Iowa Infrastructure Fund (RIIF)
 - Technology Reinvestment Fund (TRF)
 - Skilled Worker and Job Creation Fund (SWJCF)

Note: Information on page 42 and 45 was revised and the document was reposted on January 19, 2018.

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2018 Session Timetable

Analysis of Governor's Budget

NOTE: This Session timetable is subject to change.

**If rules [HCR 6](#), [HR 4](#), and [SR 1](#) (2015) remain unchanged. Those rules moved committee deadlines and floor consideration restrictions two weeks earlier in the session.*

Available online at: www.legis.iowa.gov/docs/publications/SESTT/861318.pdf

JANUARY 8	First day of session. (Iowa Code sec. 2.1)
JANUARY 19 (Friday of 2nd week)	Final day for individual Senator and Representative requests for bill drafts to the Legislative Services Agency. (Senate Rule 27 and House Rule 29)
FEBRUARY 16 (Friday of 6th week)**	Final date for Senate bills to be reported out of Senate committees and House bills out of House committees. (Joint Rule 20)
FEBRUARY 19 – 23 (7th week)	Senate considers only Senate bills and unfinished business. House considers only House bills and unfinished business. (Joint Rule 20)
FEBRUARY 26 – MARCH 9 (8th and 9th weeks)	Debate not limited by rule.
MARCH 16 (Friday of the 10th week)**	Final date for Senate bills to be reported out of House committees and House bills out of Senate committees. (Joint Rule 20)
MARCH 19 – 23 (11th week)	Senate considers only House bills and unfinished business. House considers only Senate bills and unfinished business. (Joint Rule 20)
MARCH 26 (Beginning of 12th week)	Only the following bills are eligible for consideration: (Joint Rule 20) <ul style="list-style-type: none"> • Bills passed by both Houses • Appropriations bills • Ways and Means bills • Government Oversight bills • Legalizing Acts • Administrative Rules Review Committee bills • Committee bills related to delayed or suspended Administrative Rules (Iowa Code sec. 17A.8(9)) • Bills co-sponsored by Majority and Minority Leaders of one House • Conference Committee Reports • Companion bills sponsored by Senate and House Majority Leaders • Concurrent or Simple Resolutions • Joint Resolutions nullifying Administrative Rules • Bills on the Veto Calendar (Joint Rule 23) • Unfinished Business
APRIL 2 (Beginning of 13th week)	Amendments need not be filed on the day preceding floor debate. (House Rule 31.8)
APRIL 17	100th calendar day of the session. [Per diem expenses end – Iowa Code sec. 2.10(1)]
<p>**The February 16 and March 16 committee deadlines do not apply to Appropriations bills, Ways and Means bills, Government Oversight Committee bills, Legalizing Acts, Administrative Rules Review Committee bills, Committee bills related to delayed or suspended Administrative Rules (Iowa Code sec. 17A.8(9)), bills co-sponsored by Majority and Minority Leaders of one House, Conference Committee Reports, companion bills sponsored by the Majority Leaders of both chambers after consultation with the respective Minority Leaders, Concurrent or Simple Resolutions, and Joint Resolutions nullifying Administrative Rules. Updated by the Legislative Information Office on 8/01/2017.</p>	

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Fiscal Services Division Staff Listing

Fiscal Staff: Holly Lyons

Analysis of Governor's Budget

LEGISLATIVE SERVICES AGENCY FISCAL SERVICES DIVISION

Holly M. Lyons, Director

holly.lyons@legis.iowa.gov

State Capitol, Room G01

Telephone: 515.281.5279

Fax: 515.281.8027

Website: www.legis.iowa.gov/agencies/nonpartisan/lsa/fiscalServices

STAFF ASSIGNMENTS	STAFF PERSON	PHONE	EMAIL ADDRESS
DIVISION ADMINISTRATOR	Tim McDermott	515.281.8090	timothy.mcdermott@legis.iowa.gov
DIVISION EDITOR/SUPERVISOR	Jennifer Acton	515.669.9007	jennifer.acton@legis.iowa.gov
APPROPRIATIONS SUBCOMMITTEES			
ADMINISTRATION & REGULATION			
Commerce	Angel Banks-Adams	515.281.6301	angel.banks-adams@legis.iowa.gov
Ethics & Campaign Disclosure Board			
Governor’s Office of Drug Control Policy			
Human Rights			
Inspections & Appeals			
Lottery Authority			
Management			
Revenue			
Administrative Services	Christin Mechler	515.250.0458	christin.mechler@legis.iowa.gov
Auditor			
Governor			
Iowa Public Employees’ Retirement System			
Office of the Chief Information Officer			
Racing & Gaming			
Secretary of State			
Treasurer of State			
AGRICULTURE & NATURAL RESOURCES			
Agriculture	Debra Kozel	515.281.6767	deb.kozel@legis.iowa.gov
Environment First Fund			
Natural Resources			

STAFF ASSIGNMENTS	STAFF PERSON	PHONE	EMAIL ADDRESS
ECONOMIC DEVELOPMENT			
Board of Regents – Economic Development	Ron Robinson	515.281.6256	ron.robinson@legis.iowa.gov
Cultural Affairs			
Economic Development Authority			
Iowa Finance Authority			
Public Employment Relations Board			
Workforce Development			
EDUCATION			
Blind	Robin Madison	515.281.5270	robin.madison@legis.iowa.gov
Board of Regents			
College Student Aid Commission			
Community Colleges			
Iowa Public Television			
Iowa Vocational Rehabilitation Services			
Education	Josie Gerrietts	515.238.2833	josie.gerrietts@legis.iowa.gov
HEALTH & HUMAN SERVICES			
Adoption	Kent Ohms	515.971.7053	kenneth.ohms@legis.iowa.gov
Child Care			
Child Welfare			
Foster Care			
Field Operations			
General Administration			
Juvenile Justice & Institutions			
Public Health			
Veterans Affairs			
Aging	Jess Benson	515.689.0598	jess.benson@legis.iowa.gov
Children’s Health Insurance Program (<i>hawk-i</i>)			
Child Support Recovery			
Family Investment Program (FIP), PROMISE JOBS, Food Assistance			
Medicaid			
Mental Health Institutes & Resource Centers			
Mental Health/County-Based Services			
Social Services Block Grant			
Temporary Assistance for Needy Families (TANF)			
Veterans Home			

Fiscal Services Staff Listing

STAFF ASSIGNMENTS	STAFF PERSON	PHONE	EMAIL ADDRESS
JUSTICE SYSTEM			
Corrections	Laura Book	515.205.9275	laura.book@legis.iowa.gov
Indigent Defense/Public Defender			
Judicial Branch			
Justice Department			
Parole Board			
Civil Rights	Alice Fulk Wisner	515.281.6764	alice.wisner@legis.iowa.gov
Criminal/Juvenile Justice Planning (Human Rights)			
Homeland Security & Emergency Management			
Iowa Law Enforcement Academy			
Public Defense			
Public Safety			
TRANSPORTATION, INFRASTRUCTURE, & CAPITALS			
Transportation	Michael Guanci	515.729.7755	michael.guanci@legis.iowa.gov
Capitals	Adam Broich	515.281.8223	adam.broich@legis.iowa.gov
Infrastructure			
Iowa Communications Network			
OTHER STAFFING ASSIGNMENTS			
ADMINISTRATIVE RULES – Fiscal Summary	Christin Mechler Adam Broich	515.250.0458 515.281.8223	christin.mechler@legis.iowa.gov adam.broich@legis.iowa.gov
APPROPRIATIONS STANDING COMMITTEES	David Reynolds Holly Lyons Jennifer Acton	515.281.6934 515.281.7845 515.669.9007	dave.reynolds@legis.iowa.gov holly.lyons@legis.iowa.gov jennifer.acton@legis.iowa.gov
APPROPRIATIONS TRACKING	David Reynolds Jennifer Acton	515.281.6934 515.669.9007	dave.reynolds@legis.iowa.gov jennifer.acton@legis.iowa.gov
SCHOOL FINANCE	Josie Gerrietts	515.238.2833	josie.gerrietts@legis.iowa.gov
FINANCIAL STATEMENTS	David Reynolds	515.281.6934	dave.reynolds@legis.iowa.gov
FISCAL COMMITTEE	David Reynolds Alice Fulk Wisner	515.281.6934 515.281.6764	dave.reynolds@legis.iowa.gov alice.wisner@legis.iowa.gov
GOVERNMENT OVERSIGHT	Jess Benson Alice Fulk Wisner	515.689.0598 515.281.6764	jess.benson@legis.iowa.gov alice.wisner@legis.iowa.gov
HEALTH POLICY OVERSIGHT	Jess Benson Kent Ohms	515.689.0598 515.971.7053	jess.benson@legis.iowa.gov kenneth.ohms@legis.iowa.gov
LOCAL GOVERNMENT	Robin Madison	515.281.5270	robin.madison@legis.iowa.gov
PUBLIC RETIREMENT SYSTEMS	Jennifer Acton	515.669.9007	jennifer.acton@legis.iowa.gov
SALARIES & COLLECTIVE BARGAINING	Jennifer Acton	515.669.9007	jennifer.acton@legis.iowa.gov
WAYS & MEANS STANDING COMMITTEES	Jeff Robinson Kent Ohms	515.281.4614 515.971.7053	jeff.robinson@legis.iowa.gov kenneth.ohms@legis.iowa.gov

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Summary of the Governor's General Fund Budget Recommendations for FY 2018 and FY 2019

The Governor's General Fund budget results in surpluses totaling \$3.6 million for FY 2018 and \$192.4 million FY 2019. The Governor is recommending adjustments to FY 2018 appropriations to eliminate a projected budget shortfall of approximately \$35.0 million. The Governor's budget also includes additional revenue due to Iowa's federal deductibility law and the enactment of the Federal Tax Cuts and Jobs Act on December 22, 2017.

The Governor's budget is also based on the December 11, 2017, Revenue Estimating Conference (REC) estimates. The REC establishes estimates for net General Fund receipts, including transfers, for the fiscal year currently in progress and for the fiscal year that begins the following July 1. At the December meeting, the REC revised the estimate for FY 2018 and established the official estimate for FY 2019. The Governor's FY 2018 and FY 2019 budget recommendations are summarized below.

FY 2018 Budget Recommendations

The Governor's revised FY 2018 General Fund budget includes total resources of \$7.249 billion. This includes the December REC estimate of \$7.238 billion and a revenue adjustment totaling \$11.2 million. The estimated \$11.2 million increase is due to anticipated additional State income tax revenue as a result of federal tax law changes.

The Governor is recommending supplemental appropriations for FY 2018 totaling \$2.5 million that includes \$2.0 million for the Indigent Defense Program in the State Public Defender's Office, and approximately \$500,000 to cover a projected shortfall in utility costs for the Capitol Complex.

The Governor is also recommending reductions totaling \$29.6 million from various FY 2018 General Fund appropriations. The two most significant reductions include \$10.0 million from Medicaid and \$5.1 million from the Regents institutions. **Table 3** (page 13) summarizes the deappropriations and supplemental appropriations by department.

FY 2019 Budget Recommendations

The Governor's FY 2019 budget includes total General Fund resources of \$7.634 billion. This includes the December 2017 REC estimate of \$7.527 billion and a net revenue adjustment of \$106.9 million. The Expenditure Limitation calculation under the Governor's proposed budget totals \$7.558 billion. The Governor is recommending General Fund appropriations of \$7.447 billion, which are \$111.0 million below the Expenditure Limitation. The Governor's FY 2019 budget results in an estimated surplus of \$192.4 million.

The Governor's FY 2019 General Fund appropriation budget of \$7.447 billion represents an increase of \$196.0 million (2.7%) compared to the Governor's revised FY 2018 recommendations. Of the total increase, \$54.0 million is associated with the Governor's recommended increase for State School Aid. The increase funds the Supplemental State Aid growth rate at 1.5%. Other significant increases recommended for FY 2019 include \$65.1 million for Medicaid and \$35.6 million for an appropriation to the Cash Reserve Fund. Funding of \$111.1 million was previously appropriated to the Cash Reserve Fund during the 2017 Legislative Session for FY 2019 in [SF 516](#) (FY 2018 Standing Appropriations Act),

which was an increase of \$91.1 million compared to the \$20.0 million appropriation for FY 2018. The Governor's recommendation reduces the \$111.1 million to \$55.5 million for FY 2019.

Table 1
Projected Condition of the General Fund Budget
(Dollars in Millions)

	Actual FY 2017	Estimated FY 2018	Gov Rec FY 2019
Resources			
Receipts	\$ 7,095.9	\$ 7,237.5	\$ 7,527.0
Cash Reserve Transfer	131.1	0.0	0.0
Economic Emergency Fund Transfer	13.0	0.0	0.0
Net General Fund Receipts	<u>7,240.0</u>	<u>7,237.5</u>	<u>7,527.0</u>
Revenue Adjustments	0.0	11.2	106.9
Surplus Carryforward	18.2	0.0	0.0
Total Available Resources	<u>\$ 7,258.2</u>	<u>\$ 7,248.7</u>	<u>\$ 7,633.9</u>
Expenditure Limitation			\$ 7,557.5
Estimated Appropriations and Expenditures:			
Enacted/Estimated Appropriations	\$ 7,351.7	\$ 7,264.6	\$ 7,446.5
Transfer to Economic Emergency Fund	0.0	13.0	0.0
Net Supplemental/Deappropriations	<u>- 88.2</u>	<u>- 27.1</u>	<u>0.0</u>
Total Appropriations	<u>\$ 7,263.5</u>	<u>\$ 7,250.5</u>	<u>\$ 7,446.5</u>
Reversions	<u>- 5.3</u>	<u>- 5.4</u>	<u>- 5.0</u>
Net Appropriations (less Reversions)	<u>\$ 7,258.2</u>	<u>\$ 7,245.1</u>	<u>\$ 7,441.5</u>
Ending Balance - Surplus	<u>\$ 0.0</u>	<u>\$ 3.6</u>	<u>\$ 192.4</u>

Note: Numbers may not equal totals due to rounding.

Governor's Revenue Adjustments

The Governor's budget includes General Fund revenue adjustments that are projected to impact revenues in FY 2018 and FY 2019 (**Table 2**).

Federal Tax Cuts and Jobs Act. The Governor's budget recommendation includes revenue increases of \$11.2 million for FY 2018 and \$110.8 million for FY 2019 to incorporate estimates of the impact of recent federal individual income tax legislation on Iowa General Fund revenue. The federal legislation ([Public Law No. 115-97](#)), enacted December 22, 2017, has several provisions with implications for Iowa revenue. The Department of Revenue has completed a preliminary estimate of the impact of two provisions.

First, Iowa law allows taxpayers to deduct federal income taxes paid from their income when computing Iowa taxable income (full deductibility for individual taxpayers, 50.0% deductibility for corporate taxpayers). This means that when the federal government makes any significant change to their tax policies, there is likely an automatic impact on Iowa net General Fund revenue. If federal action raises federal income taxes, there is a negative impact on Iowa revenue. The December legislation is expected to result in lower federal income tax revenue. Therefore, Iowa revenue should increase as a result of the federal legislation.

Second, the federal legislation increased the value of the federal standard income tax deduction and limited the amount of state and local income, property, and sales tax that can be included each year as an itemized federal deduction. This action caused some Iowa property taxpayers to pay the second half of their FY 2018 property tax bill (due in March 2018) before the end of calendar year 2017. As a consequence, those taxpayers will have higher property tax deductions for tax year 2017 than would otherwise be the case. As a further consequence, the itemized State income tax deductions of those taxpayers will be lower by the same amount for tax year 2018.

The revenue adjustments in the Governor's budget represent the combined estimated impact of those two provisions.

Water Quality. The Governor is recommending a General Fund revenue decrease of \$3.9 million in FY 2019 to create a dedicated funding source for a water quality initiative. This appears to be in line with recent proposals to exempt the sale of water by utilities from State sales tax and creating a Water Service Excise tax on metered water that will be deposited in the General Fund and incrementally transferred to another fund in subsequent fiscal years. Specific details are limited at this time, but recently considered versions of water quality programs by the General Assembly use the funding to modernize Iowa agriculture infrastructure and promote collaborative efforts between urban and rural communities.

Table 2 General Fund Revenue Adjustments (Dollars in Millions)		
	Gov Rec FY 2018	Gov Rec FY 2019
Federal Tax Cuts & Jobs Act	\$ 11.2	\$ 110.8
Water Quality	0.0	- 3.9
Total Revenue Adjustments	<u>\$ 11.2</u>	<u>\$ 106.9</u>

Governor's FY 2018 Appropriation Adjustments

The Governor is recommending net adjustments to FY 2018 appropriations totaling \$27.1 million. The adjustments include deappropriations of \$29.6 million and supplemental appropriations of \$2.5 million. The majority of the deappropriations recommended by the Governor to State agencies represent a reduction of approximately 0.8% to 1.0%. The Governor's FY 2018 adjustments are listed by department on **Table 3**. Many of the details regarding the reductions to individual line-item appropriations are not yet available.

Table 3
General Fund Appropriation Adjustments
Governor Recommendations

	Estimated FY 2018	Governor Adjustment FY 2018	Governor Revised FY 2018	Percent Change
Deappropriations				
Dept. of Human Services - Medical Assistance	\$ 1,284,405,740	\$ - 10,000,000	\$ 1,274,405,740	-0.8%
Department of Human Services	407,167,282	-3,316,042	403,851,240	-0.8%
Board of Regents	565,373,145	-5,133,070	560,240,075	-0.9%
Department of Corrections	377,767,478	-3,405,688	374,361,790	-0.9%
Community Colleges	201,190,889	-1,813,797	199,377,092	-0.9%
Judicial Branch	175,686,612	-1,611,815	174,074,797	-0.9%
Department of Public Safety	95,057,087	-852,645	94,204,442	-0.9%
Department of Education	67,557,111	-584,830	66,972,281	-0.9%
Department of Public Health	51,377,430	-462,871	50,914,559	-0.9%
Legislative Branch	31,870,000	-287,318	31,582,682	-0.9%
State Public Defender	26,182,243	-236,041	25,946,202	-0.9%
Department of Agriculture & Land Stewardship	21,159,772	-188,688	20,971,084	-0.9%
Governor's Office	2,166,912	-20,888	2,146,024	-1.0%
Governor's Office - Transition Expenses	150,000	-150,000	0	-100.0%
Department of Revenue	15,692,753	-142,757	15,549,996	-0.9%
Iowa Workforce Development	15,641,557	-141,013	15,500,544	-0.9%
Department of Economic Development	15,043,201	-132,013	14,911,188	-0.9%
Attorney General	13,993,616	-126,157	13,867,459	-0.9%
Department of Natural Resources	13,684,811	-123,373	13,561,438	-0.9%
Department on Aging	12,202,757	-110,012	12,092,745	-0.9%
Department of Inspections and Appeals	11,355,590	-102,374	11,253,216	-0.9%
Iowa Public Television	7,589,415	-68,421	7,520,994	-0.9%
Iowa Veterans Home	7,228,140	-65,164	7,162,976	-0.9%
Department of Administrative Services	3,629,496	-62,560	3,566,936	-1.7%
Department of Public Defense	6,223,324	-59,193	6,164,131	-1.0%
Vocational Rehabilitation	5,625,675	-54,472	5,571,203	-1.0%
Department of Cultural Affairs	5,756,055	-51,893	5,704,162	-0.9%
Department of Veterans Affairs	4,090,482	-36,877	4,053,605	-0.9%
Secretary of State	3,496,810	-31,525	3,465,285	-0.9%
Department of Management	2,510,018	-22,629	2,487,389	-0.9%
Department of Human Rights	1,166,817	-21,228	1,145,589	-1.8%
Department for the Blind	2,187,342	-19,720	2,167,622	-0.9%
Department of Homeland Security	2,121,927	-19,130	2,102,797	-0.9%
Department of Commerce	1,379,087	-12,433	1,366,654	-0.9%
Iowa Civil Rights Commission	1,157,062	-10,431	1,146,631	-0.9%
Treasurer of State	1,026,698	-9,256	1,017,442	-0.9%
Law Enforcement Academy	954,756	-8,607	946,149	-0.9%
Auditor of State	894,255	-8,062	886,193	-0.9%
College Student Aid Commission	429,279	-94,172	335,107	-21.9%
Governor's Office of Drug Control Policy	228,305	-2,058	226,247	-0.9%
Executive Council	86,174	-777	85,397	-0.9%
Subtotal Deappropriations	<u>\$ 3,462,507,103</u>	<u>\$ - 29,600,000</u>	<u>\$ 3,432,907,103</u>	-0.9%
Supplemental Appropriations				
State Public Defender	\$ 33,444,448	\$ 2,000,000	\$ 35,444,448	6.0%
Dept. of Administrative Services - Utilities	2,447,360	451,871	2,899,231	18.5%
Subtotal Supplemental Appropriations	<u>\$ 35,891,808</u>	<u>\$ 2,451,871</u>	<u>\$ 38,343,679</u>	6.8%
Other				
State Foundation School Aid	\$ 3,179,629,446	\$ 0	3,179,629,446	0.0%
Other General Fund Appropriations	599,592,086	0	599,592,086	0.0%
Subtotal Other Appropriations	<u>\$ 3,779,221,532</u>	<u>\$ 0</u>	<u>\$ 3,779,221,532</u>	0.0%
Total Appropriation Adjustments	<u>\$ 7,277,620,443</u>	<u>\$ - 27,148,129</u>	<u>\$ 7,250,472,314</u>	-0.4%

Governor's Recommendations

Cash Reserve Fund and Economic Emergency Fund

The State reserve funds are comprised of the Cash Reserve Fund and the Economic Emergency Fund. The two funds receive moneys from the General Fund surplus. The reserve funds are available to the State to be used for emergency purposes. The reserve funds may also be used for cash flow purposes for State expenditures, enabling the General Fund to maintain a positive cash balance throughout the fiscal year. This reduces the need for the State to borrow funds on a short-term basis for cash flow purposes.

The reserve funds are established in Iowa Code sections [8.55](#) and [8.56](#). These Iowa Code sections set maximum limits on the total amount that can accumulate in each of the funds. Together, the combined balances cannot exceed 10.0% of the State's adjusted revenue estimate in a given fiscal year.

The Governor's FY 2018 budget recommendation includes a combined reserve fund balance of \$624.1 million, which is \$113.0 million below the 10.0% statutory maximum of \$737.1 million (**Chart 1**). For FY 2019, the combined reserve fund balance of the Governor's budget is estimated to be at \$677.2 million. This is \$86.1 million below the 10.0% statutory maximum of \$763.3 million (**Tables 4 and 5**).

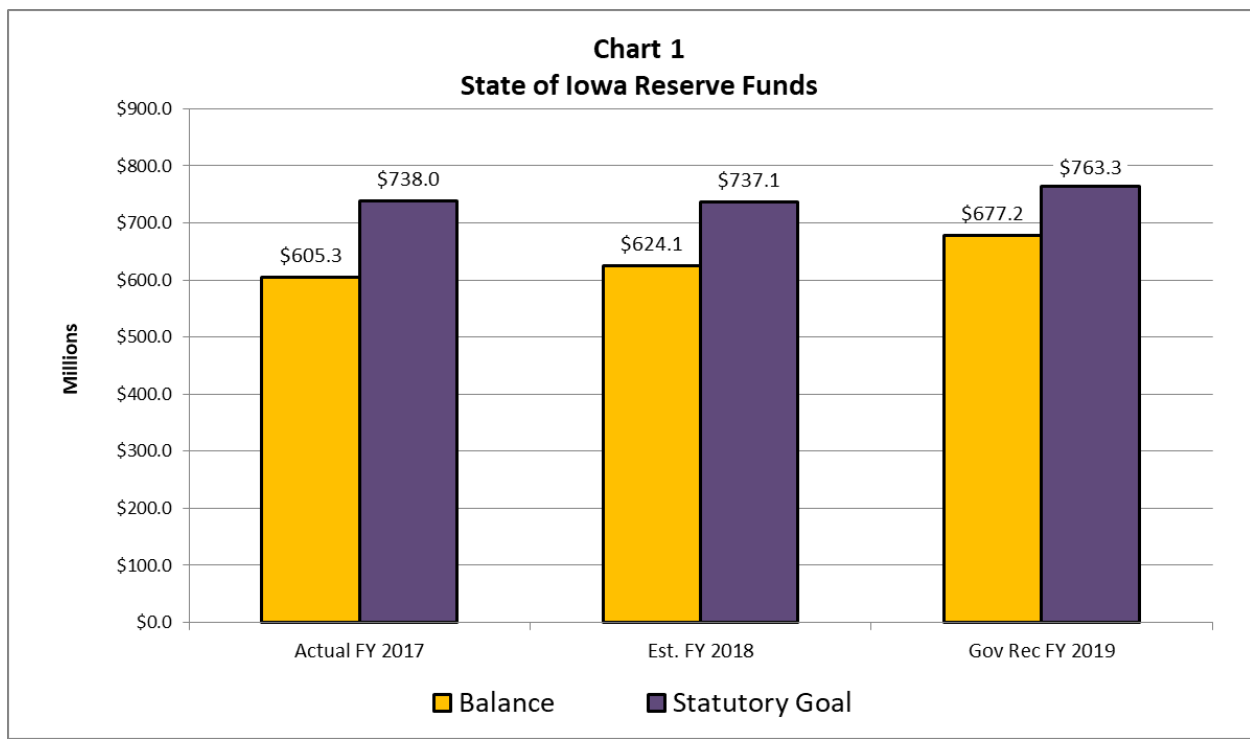


Table 4
State of Iowa Reserve Funds

(Dollars in Millions)

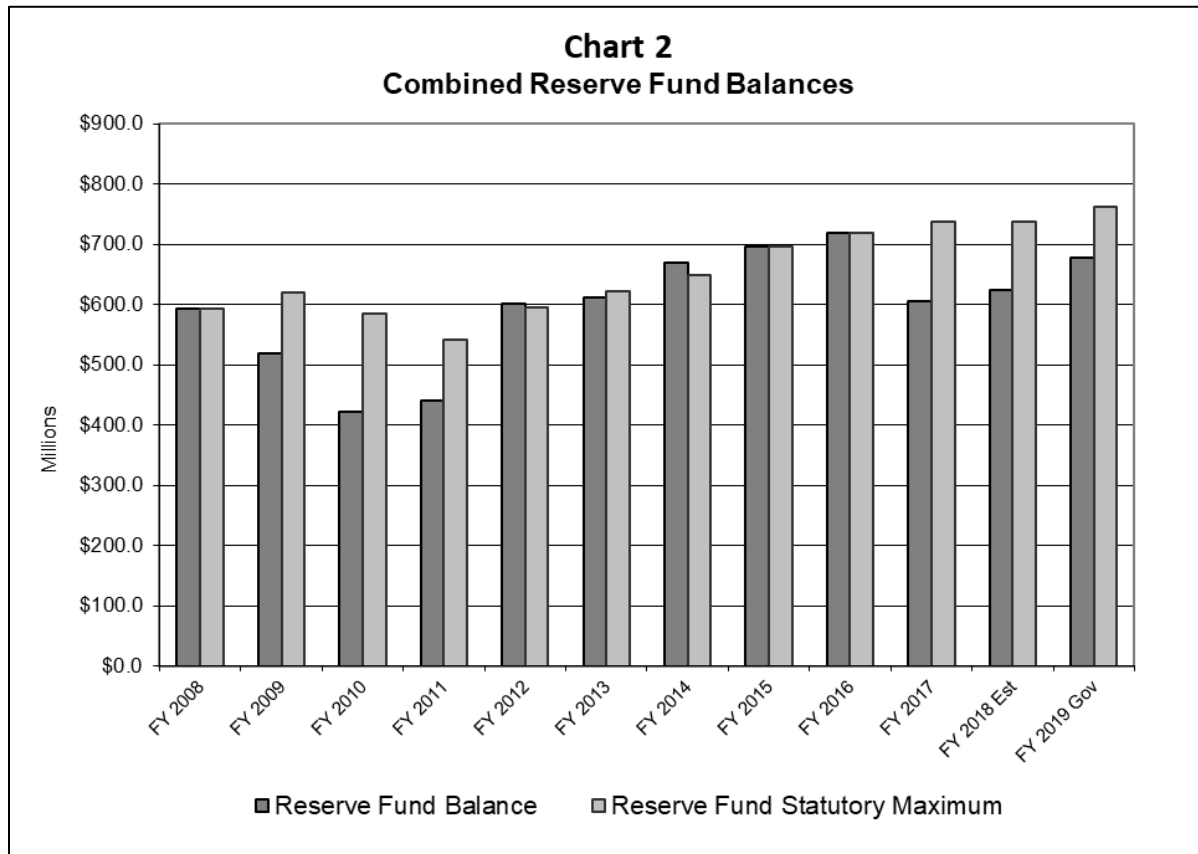
	Actual FY 2017	Estimated FY 2018	Gov Rec FY 2019
Cash Reserve Fund			
Funds Available			
Balance Brought Forward	\$ 539.2	\$ 422.4	\$ 442.4
Gen. Fund Transfer from Surplus	44.1	0.0	3.6
General Fund Appropriation	0.0	20.0	55.5
Total Funds Available	<u>\$ 583.3</u>	<u>\$ 442.4</u>	<u>\$ 501.5</u>
General Fund Transfer	-131.1	0.0	0.0
Transfer to Econ. Emergency Fund	-29.8	0.0	0.0
Balance Carried Forward	<u>\$ 422.4</u>	<u>\$ 442.4</u>	<u>\$ 501.5</u>
Maximum 7.5%	\$ 553.5	\$ 552.8	\$ 572.5
Economic Emergency Fund			
Funds Available			
Balance Brought Forward	\$ 189.9	\$ 182.9	\$ 181.7
Excess from Cash Reserve Fund	29.8	0.0	0.0
Total Funds Available	<u>\$ 219.7</u>	<u>\$ 182.9</u>	<u>\$ 181.7</u>
Appropriations & Transfers			
Transfer to General Fund	\$ -18.2	\$ 0.0	\$ 0.0
Transfer to Taxpayers Trust Fund	0.0	0.0	0.0
General Fund Transfers	-13.0	13.0	0.0
Executive Council - Performance of Duty	-5.6	-14.2	-6.0
Balance Carried Forward	<u>\$ 182.9</u>	<u>\$ 181.7</u>	<u>\$ 175.7</u>
Maximum 2.5%	\$ 184.5	\$ 184.3	\$ 190.8

Table 5
State of Iowa Reserve Funds
Combined Reserve Fund Balances

(Dollars in Millions)

	Actual FY 2017	Estimated FY 2018	Gov Rec FY 2019
Cash Reserve Fund	\$ 422.4	\$ 442.4	\$ 501.5
Economic Emergency Fund	182.9	181.7	175.7
Total	<u>\$ 605.3</u>	<u>\$ 624.1</u>	<u>\$ 677.2</u>

The maximum balances for each fund are recalculated annually and therefore will change from year to year. **Chart 2** shows the combined reserve fund balances and the statutory maximums since FY 2008.

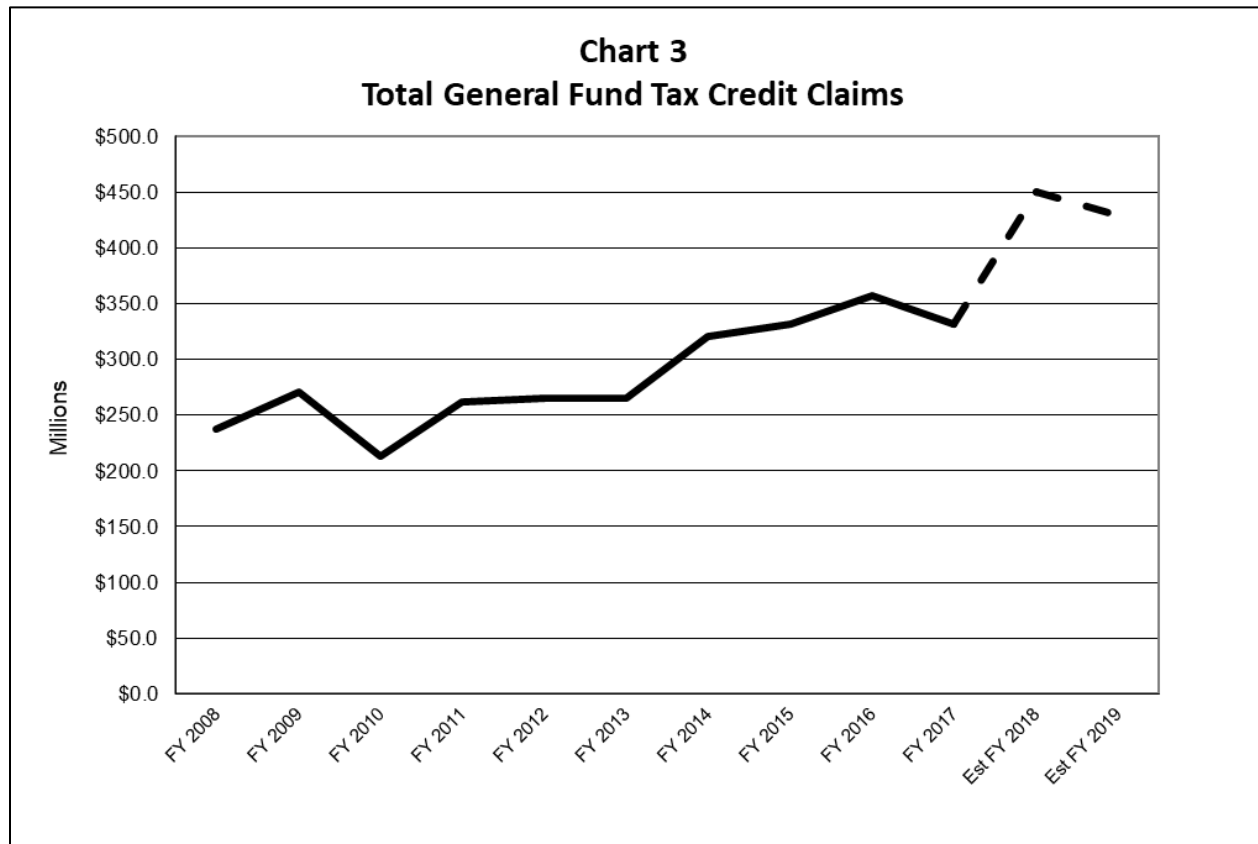


Expected State Tax Credit Claims

Another factor influencing General Fund revenues is tax credits claimed against personal and corporate income. The Governor's FY 2019 budget is based on revenue estimates established by the REC in December 2017 (**Table 6**). The estimates include claims for numerous tax credits available to tax filers. The table below shows the tax credits that are expected to be claimed against the State. In some cases, any person or business meeting the eligibility criteria can claim a credit. When there is a "cap" on the credit, there is a maximum amount that may be claimed either in one year, or over a period of years.

Table 6 State Tax Credit Expected Claims Projection (Dollars in Millions)			
Tax Credit Program	Actual FY 2017	Est FY 2018	Est FY 2019
<u>Capped Programs</u>			
Historic Preservation and Cultural and Entertain. Dist. Tax Credit	\$ 43.4	\$ 62.6	\$ 66.4
High Quality Jobs Program	19.9	47.1	43.0
Workforce Housing Tax Incentive Program	0.1	38.6	33.0
School Tuition Organization Tax Credit	10.8	11.3	11.3
Enterprise Zone Program – Housing Component	9.1	10.3	6.0
All Other Programs	34.5	32.1	31.4
Total Capped Programs	\$ 117.8	\$ 202.1	\$ 191.2
<u>Uncapped Programs</u>			
Earned Income Tax Credit	\$ 69.4	\$ 68.6	\$ 66.9
Research Activities Tax Credit	48.8	75.8	67.5
Iowa Industrial New Jobs Training Program (260E)	37.8	43.2	43.3
Biodiesel Blended Fuel Tax Credit	17.4	17.2	18.3
Tuition and Textbook Tax Credit	15.3	15.3	15.4
All Other Programs	25.5	27.4	26.6
Total Uncapped Programs	\$ 214.2	\$ 247.6	\$ 238.0
Tax Credit Program Total	\$ 332.0	\$ 449.6	\$ 429.2
Notes: These estimates are based on the Tax Credit Expected Claims Projection published by the Department of Revenue in December in the Tax Credits Contingent Liabilities Report. The table above reflects the tax credits that are likely to be claimed in a given fiscal year based on the previous year. The projected claims are incorporated in the FY 2018 and FY 2019 REC revenue estimates. The numbers may not equal totals due to rounding.			

From FY 2008 to FY 2017, claimed tax credits have increased from \$237.1 million to \$332.0 million. This represents an increase of \$94.8 million and equates to an average annual increase of 3.8%. According to the Iowa Department of Revenue, tax credit claims are projected to increase to \$449.6 million (40.0%) in FY 2018, then decrease by 4.5% in FY 2019 to \$429.2 million (**Chart 3**).



Summary of the Governor's FY 2019 Appropriation Recommendations

The Governor is recommending General Fund appropriations totaling \$7.447 billion for FY 2019 (**Table 7**). This is an increase of \$196.0 million (2.7%) compared to Governor's adjusted FY 2018 appropriations. To address the funding shortfall in FY 2018, the Governor is recommending a net reduction of \$27.1 million to FY 2018 appropriations (from \$7.278 billion to \$7.251 billion).

Table 7					
General Fund Recommendations					
(Dollars in Millions)					
	Actual FY 2017	Estimated FY 2018	Gov Rec FY 2019	Gov Rec vs Est FY 2018	Percent Change
Administration and Regulation	\$ 48.7	\$ 47.5	\$ 47.5	\$ -0.1	-0.2%
Agriculture and Natural Resources	41.2	38.8	38.6	-0.2	-0.5%
Economic Development	41.4	38.4	39.9	1.4	3.6%
Education	978.5	908.5	922.0	13.5	1.5%
Health and Human Services	1,794.3	1,766.5	1,831.7	65.3	3.7%
Justice System	740.7	738.1	745.6	7.5	1.0%
Unassigned Standings	3,618.7	3,739.7	3,821.2	81.4	2.2%
Subtotal	\$ 7,263.5	\$ 7,277.6	\$ 7,446.5	\$ 168.9	2.3%
Governor's FY 2018 Net Adjustment	\$ 0.0	\$ -27.1	\$ 0.0	\$ 27.1	
Grand Total	\$ 7,263.5	\$ 7,250.5	\$ 7,446.5	\$ 196.0	2.7%

Note: Numbers may not equal totals due to rounding.

The Governor is recommending appropriations from other funding sources totaling \$1.126 billion for FY 2019, an increase of \$600,000 (0.1%) compared to estimated FY 2018 (**Table 8**).

Table 8					
Other Funds Recommendations					
(Dollars in Millions)					
	Actual FY 2017	Estimated FY 2018	Gov Rec FY 2019	Gov Rec vs Est FY 2018	Percent Change
Administration and Regulation	\$ 54.2	\$ 55.0	\$ 54.8	\$ -0.1	-0.2%
Agriculture and Natural Resources	90.2	90.8	90.8	0.0	0.0%
Economic Development	34.0	34.5	34.5	0.0	0.0%
Education	40.3	40.3	39.3	-1.0	-2.5%
Health and Human Services	295.2	293.8	289.1	-4.7	-1.6%
Justice System	17.8	18.0	17.9	-0.1	-0.6%
Transportation, Infrastructure, and Capitals	542.1	536.5	532.2	-4.3	-0.8%
Unassigned Standings	48.5	56.3	67.1	10.8	19.2%
Grand Total	\$ 1,122.4	\$ 1,125.2	\$ 1,125.8	\$ 0.6	0.1%

Note: Numbers may not equal totals due to rounding.

Governor's Recommendations – Taxpayers Trust Fund

The Taxpayers Trust Fund is established in Iowa Code section [8.57E](#) and became effective in FY 2013. The Trust Fund was created for the purpose of providing tax relief to Iowans. If the balance in the Taxpayers Trust Fund equals or exceeds \$30.0 million, the entire balance is transferred to the Taxpayers Trust Fund Tax Credit Fund to be used to fund a nonrefundable income tax credit for qualified individuals. The Taxpayers Trust Fund Tax Credit Fund is used to reimburse the General Fund for payment of the income tax credits authorized under Iowa Code section [422.11E](#).

The amount that the Taxpayers Trust Fund can receive in a given fiscal year is limited to \$60.0 million, or the difference between the actual net General Fund revenue for the preceding fiscal year and the adjusted revenue estimate used in establishing the budget for that fiscal year, whichever is less. The funds are transferred from the Economic Emergency Fund after both reserve funds have met the combined 10.0% statutory balance requirement.

The maximum amount of the nonrefundable tax credit is determined by dividing the funds available in the Taxpayers Trust Fund Tax Credit Fund by the number of qualified taxpayers of the previous tax year. Each taxpayer will be allowed the credit, up to either the tax credit maximum for that year or the amount of income tax liability, whichever is less. Over the five years that the Taxpayers Trust Fund has been in existence, the statutory criterion that allows a tax credit to be issued has only been met twice. Tax credits of \$54 and \$15 per qualified taxpayer were issued for tax years 2013 and 2014, respectively.

The ending balance in the Taxpayers Trust Fund in FY 2017 totaled \$8.3 million (**Table 9**).

Table 9 Taxpayers Trust Fund (Dollars in Millions)			
	Actual FY 2017	Estimated FY 2018	Gov Rec FY 2019
Funds Available			
Balance Brought Forward	\$ 8.2	\$ 8.3	\$ 8.3
Reversion	0.0	0.0	0.0
Interest	0.1	0.0	0.0
Total Funds Available	<u>\$ 8.3</u>	<u>\$ 8.3</u>	<u>\$ 8.3</u>
Expenditures			
Transfer to Taxpayers Trust Fund Tax Credit Fund	\$ 0.0	\$ 0.0	\$ 0.0
Balance Carried Forward	<u><u>\$ 8.3</u></u>	<u><u>\$ 8.3</u></u>	<u><u>\$ 8.3</u></u>

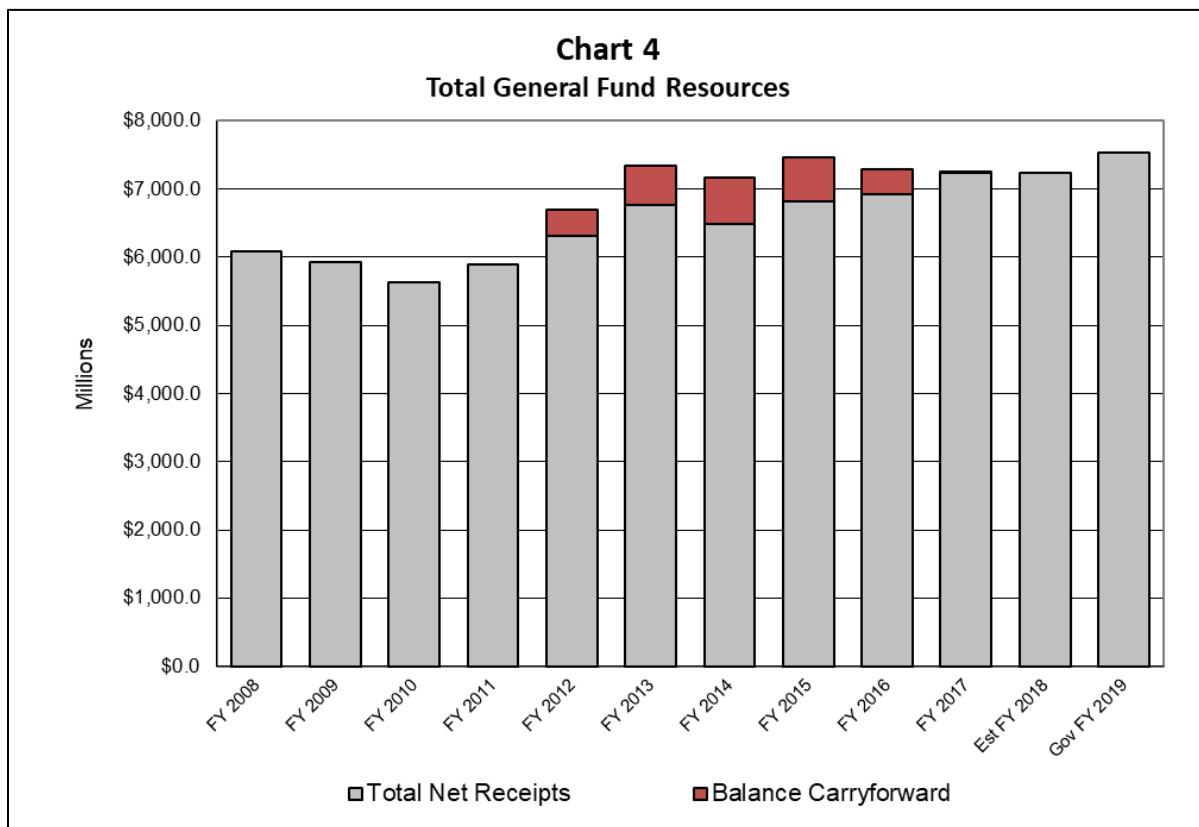
Trends – General Fund Resources

Total General Fund resources include net General Fund receipts and the revenues carried forward from the previous year's surplus. The net receipts are comprised of annual tax revenue (net of refunds) as well as other revenues credited and transferred to the General Fund by law. The surplus carryforward occurs if there is sufficient revenue from the previous year's surplus to fill up the State's reserve funds to the statutory level and to meet other reserve fund obligations, with the excess surplus revenue being transferred to the General Fund.

From FY 2008 to FY 2017, net General Fund receipts increased by \$1.156 billion, equating to an average annual increase of 2.0%. However, included in the FY 2017 net General Fund receipts total of \$7.240 billion is \$144.1 million in transfers from the State's reserve funds. These transfers were necessary to fund a budget shortfall due to lower than anticipated tax revenue growth.

The REC is projecting net General Fund receipts to decrease by \$2.5 million (0.0%) in FY 2018 and increase \$289.5 million (4.0%) in FY 2019, with the majority of the projected revenue growth from personal income taxes.

For FY 2018, the available General Fund resources in the Governor's budget total \$7.249 billion. This represents a decrease of \$9.5 million (0.1%) compared to FY 2017. For FY 2019, the Governor's budget includes total resources of \$7.634 billion, which is an increase of \$385.2 million (5.3%) compared to the Governor's revised FY 2018 budget (**Chart 4**).



Trends – General Fund Appropriations

Over the 10-year period from FY 2008 to FY 2017, General Fund appropriations increased from \$5.898 billion to \$7.264 billion, an increase of \$1.366 billion. This represents an average annual increase of 2.3% over the 10 years.

The area of the General Fund budget experiencing the fastest rate of growth is Medicaid, which comprises approximately 17.9% of the total General Fund budget. From FY 2008 to FY 2017, the General Fund Medicaid appropriation increased by \$521.7 million, representing an average annual increase of 5.8% over the 10-year period. For FY 2019, the Governor is recommending an increase of \$65.1 million (5.1%) to the Medicaid Program compared to the Governor's revised FY 2018 level.

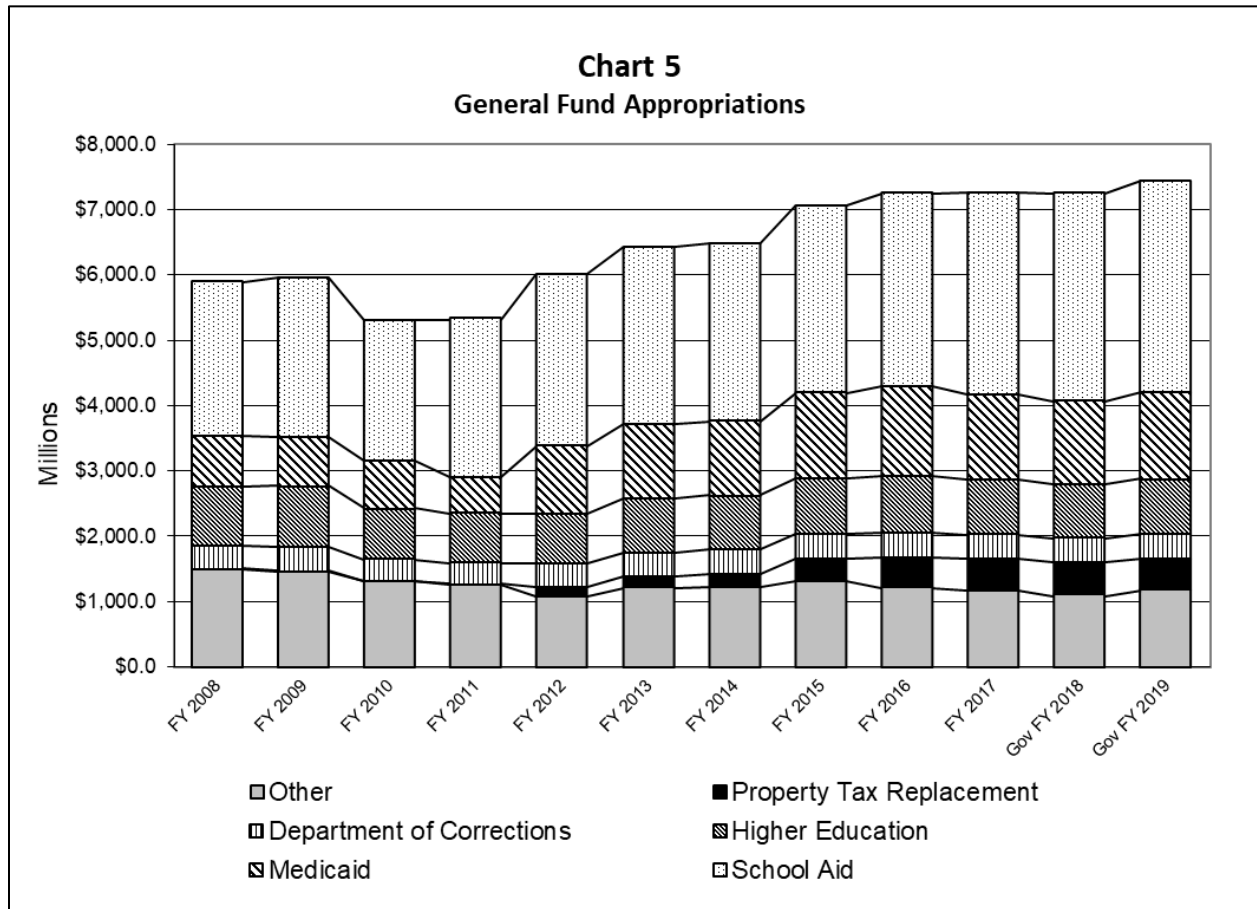
State School Aid comprises the largest portion of the General Fund budget at nearly 42.5%, and therefore it has accounted for the largest dollar increase over the last 10 years. State School Aid increased by a total of \$735.2 million from FY 2008 to FY 2017, representing an average annual increase of 3.1%. The Supplemental State Aid growth rate for FY 2018 was set at 1.11%, resulting in an estimated increase of \$90.2 million (2.9%) compared to FY 2017. Fiscal year 2018 included the final roll-in to the school aid formula of approximately \$50.0 million for the Teacher Leadership Compensation Program. For FY 2019, the Governor is recommending an increase of \$54.0 million for State School Aid, which represents a Supplemental State Aid growth rate of 1.5%, and an additional \$15.0 million reduction to Area Education Agencies (AEAs).

Three other areas that make up a substantial part of the General Fund budget include Higher Education (Board of Regents, Community Colleges, and College Student Aid), the Department of Corrections, and Property Tax Replacement appropriations. Together, these three budget areas comprise approximately 23.5% of annual General Fund appropriations.

Of these three budget areas, the appropriations for Property Tax Replacement have experienced the greatest amount of dollar growth over the past two years, largely due to the enactment of [SF 295](#) (Commercial Property Tax Act) in 2013. The legislation phases in reductions to Iowa's commercial and industrial property taxes over a four-year period (FY 2015 to FY 2018) and creates two standing appropriations designed to reimburse local governments for the reduced property tax revenue. The combined amount appropriated in FY 2015 for the commercial and industrial property tax replacement and the Business Property Tax Credit totaled \$137.7 million. These appropriations increased to \$277.1 million in FY 2017. Beginning in FY 2018, the standing appropriations cannot exceed the actual FY 2017 appropriation amount.

Changes in the General Fund appropriations for Higher Education and the Department of Corrections from FY 2008 to FY 2017 were relatively modest in comparison to changes in other budget areas. Over this 10-year period, funding for the Department of Corrections increased by \$26.0 million for an average annual increase of 0.8%, while appropriations for Higher Education decreased by \$64.7 million for an average annual decrease of 0.8%.

The Governor's recommendation for FY 2018 decreases funding for the Department of Corrections by \$4.9 million (1.3%) and Higher Education by \$20.3 million (2.4%) compared to FY 2017. For FY 2019, the Governor's budget increases funding for the Department of Corrections by \$2.1 million (0.6%) and for Higher Education by \$13.0 million (1.6%) compared to the revised FY 2018 budget (**Chart 5**).



LSA Staff Contact: Dave Reynolds (515.281.6934) dave.reynolds@legis.iowa.gov
 Jennifer Acton (515.669.9077) jennifer.acton@legis.iowa.gov

Comparison of All Appropriated Funds

Fiscal Staff: Dave Reynolds

Analysis of Governor's Budget

The Governor is recommending a total of \$8.511 billion in appropriations from all State funding sources for FY 2019. The Governor's FY 2019 recommendations from all State appropriations represent an increase of \$159.6 million (1.9%) compared to estimated FY 2018. The estimated FY 2018 General Fund appropriation amount does not include the Governor's net recommended reduction of \$27.1 million.

The table below summarizes the appropriations by funding source. Because there are appropriations and transfers between funds, adjustments were made to the Rebuild Iowa Infrastructure Fund to eliminate double counting.

Comparison of All State Appropriated Funds (Dollars in Millions)			
Funding Sources	Actual FY 2017	Est. FY 2018	Gov Rec FY 2019
GENERAL FUND			
Total General Fund Appropriations	\$ 7,263.5	\$ 7,277.6 ¹	\$ 7,446.5
Net General Fund Appropriations	\$ 7,263.5	\$ 7,277.6	\$ 7,446.5
APPROPRIATIONS FROM NON-GENERAL FUND STATE SOURCES			
Rebuild Iowa Infrastructure Fund	\$ 194.5	\$ 179.4	\$ 193.2
<i>RIIF Appropriations to Other Funds (RIIF) ²</i>	<i>-42.0</i>	<i>-52.0</i>	<i>-61.8</i>
Net RIIF Appropriations	\$ 152.5	\$ 127.4	\$ 131.4
Primary Road Fund	\$ 320.6	\$ 335.5	\$ 329.8
Health Care Trust	222.0	221.9	217.1
Iowa Skilled Worker and Job Creation Fund	66.0	66.0	66.0
Road Use Tax Fund	52.9	53.8	53.7
Fish and Wildlife Trust Fund	43.1	43.8	43.8
Environment First Fund	42.0	42.0	42.0
Quality Assurance Trust Fund	36.7	36.7	36.7
Hospital Health Care Access Trust	34.7	33.9	33.9
Commerce Revolving Fund	30.2	30.7	30.5
IPERS Fund	17.7	18.0	18.0
State Bond Repayment Fund	16.7	12.2	0.0
Gaming Enforcement Revolving Fund	9.7	11.3	10.2
Racing and Gaming Revolving Fund	6.2	6.2	6.2
Workforce Development Withholding	6.0	6.0	6.0
Iowa Economic Emergency Fund	5.6	3.4	3.4
Wireless E911 Surcharge	4.6	0.3	0.3
Groundwater Protection Fund	3.5	3.5	3.5
Other	9.6	20.8	31.6
Total Non-General Fund	\$ 1,080.4	\$ 1,073.2	\$ 1,064.0
SUBTOTAL OF ALL STATE FUNDS	\$ 8,343.9	\$ 8,350.9	\$ 8,510.5
¹ The estimated FY 2018 General Fund appropriation total does not include the Governor's net reduction of \$27.1 million.			
² Appropriations between funding sources are adjusted to avoid double counting.			
Note: Numbers may not equal totals due to rounding.			

LSA Staff Contact: Dave Reynolds (515.281.6934) david.reynolds@legis.iowa.gov

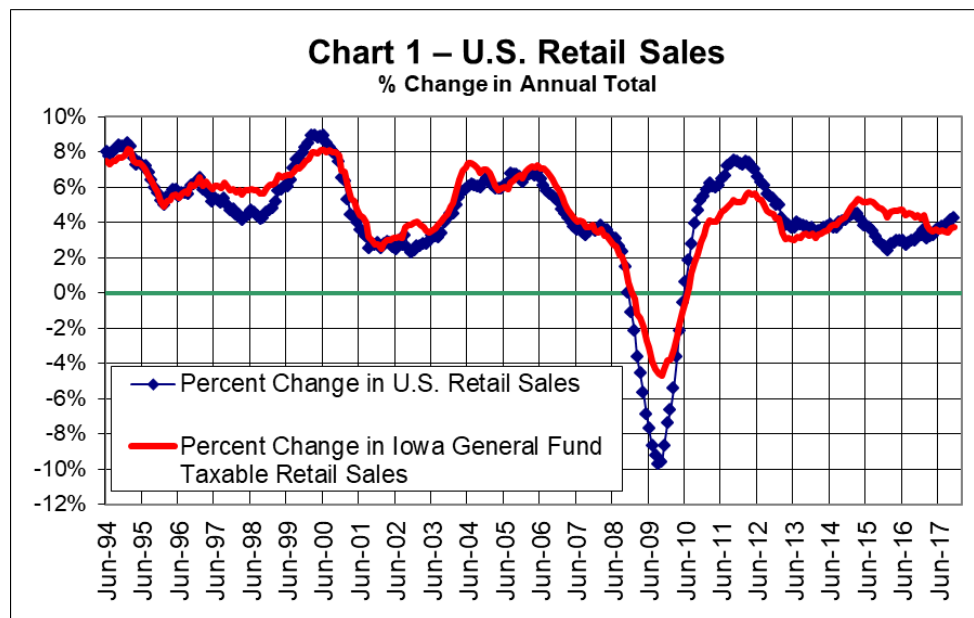
REVENUE AND ECONOMIC OUTLOOK

National Economy

Last U.S. Recession – The last U.S. recession began in December 2007 and ended in June 2009. At 18 months, it was the longest economic peak to trough since the 1930s. The economic expansion has lasted eight and one-half years, and if it continues past June 2019, it will become the longest U.S. economic expansion on record.

U.S. Retail Sales – The U.S. Census Bureau produces monthly estimates of total national retail sales, with subcategory detail showing a breakdown by type of retail establishment. The 12-month moving retail sales total peaked in July 2008 at \$4.505 trillion. Following that peak, the 12-month total of retail sales fell by 10.2%, reaching the low point in October 2009. Retail sales exceeded the previous peak (in nominal terms, not adjusted for inflation) in September 2011. The current annual growth rate is 4.2% for total retail. That level of retail sales growth is 1.0 percentage point higher than the growth rate 12 months ago.

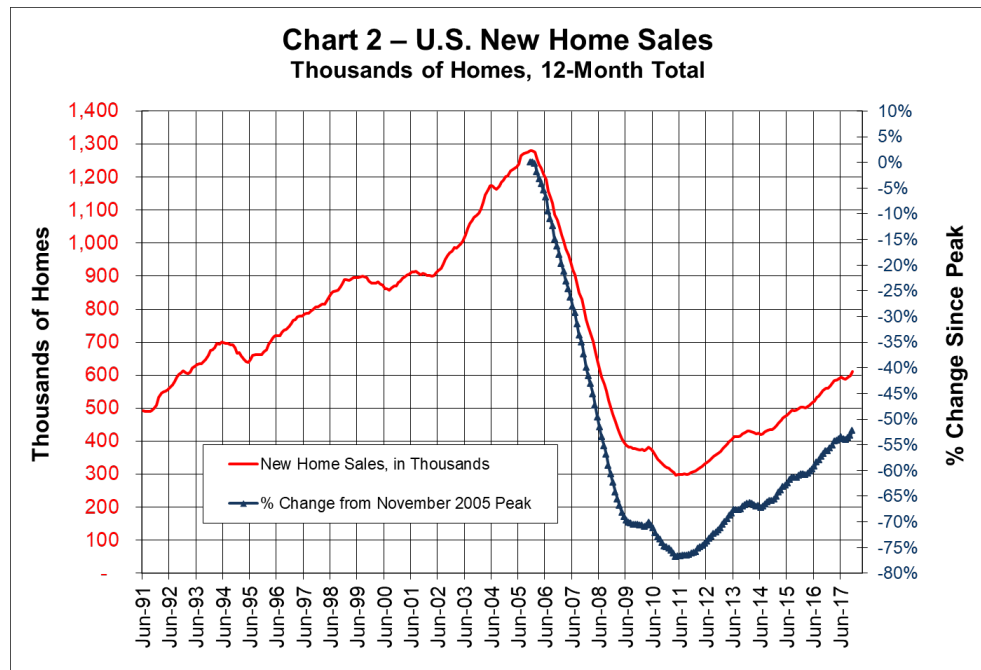
Iowa General Fund sales/use tax receipts depend on the retail sale of taxable items. Excluding three categories of retail sales that are not generally subject to General Fund sales/use tax (food stores, gasoline stations, and motor vehicle dealers), total national sales peaked in July 2008 and decreased 5.0% before rebounding beginning in February 2010 (red line on **Chart 1**). The current annual growth rate in taxable retail sales is 3.7%, down from 4.3% 12 months ago.



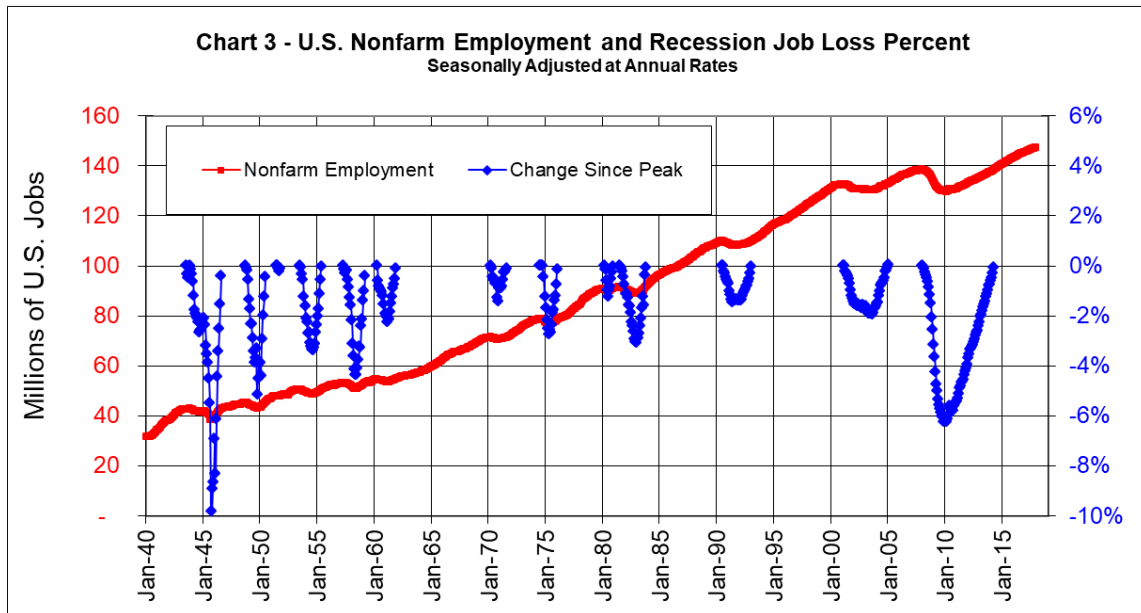
U.S. New Single-Family Home Sales – The U.S. Census Bureau produces monthly estimates of U.S. new single-family home sales. The 12-month moving average peaked in November 2005 at 1,279,200 annual units (**Chart 2**). Through November 2017, new home sales for the preceding 12 months totaled 733,000,

a decrease of 52.2% from the 2005 peak. The top line in the following chart is read from the left axis and provides the annual total of new home sales. The lower line, read from the right axis, provides the percentage change in the number of annual new home sales compared to the 2005 peak.

The flattening in the decline during the June 2009 to June 2010 time period can be attributed to federal tax credits to encourage home purchases. The decline resumed after the tax credits expired. New home sales began to improve again beginning in May 2011. There continues to be steady improvement in the number of new single-family homes sold, but the annual total is currently no higher than the level reported for 1993.



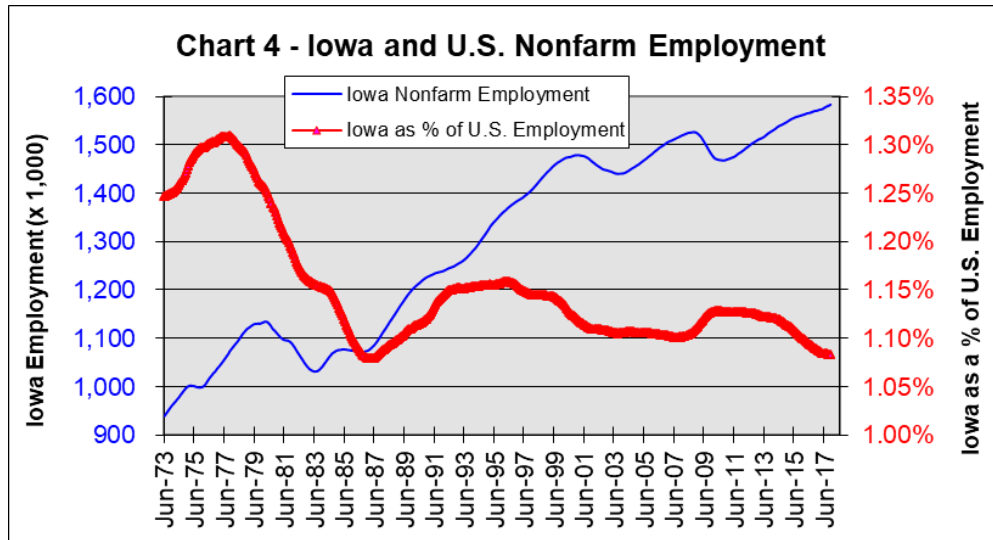
U.S. Employment – Using seasonally-adjusted numbers, year-over-year U.S. job growth peaked in March 2006 at 2,880,000 jobs, and U.S. nonfarm employment peaked in January 2008 at 138,430,000 total jobs. Annual job growth turned negative in May 2008 and, peak to trough, the seasonally-adjusted job series shows that job losses totaled 8,697,000 (February 2010). The U.S. economy established a new all-time employment high with the May 2014 report, 76 months after the previous employment peak. Over the past 12 months, the U.S. has added 2,055,000 jobs. The red line on **Chart 3** depicts total U.S. nonfarm employment since 1940, while the blue line indicates the job loss percentage, from the peak, around each recession. From the standpoint of percentage of jobs lost, this past recession was the worst recession since the end of World War II. From the standpoint of length of time from one employment peak to the next, this past recession was the worst since the Depression Era of the 1930s.



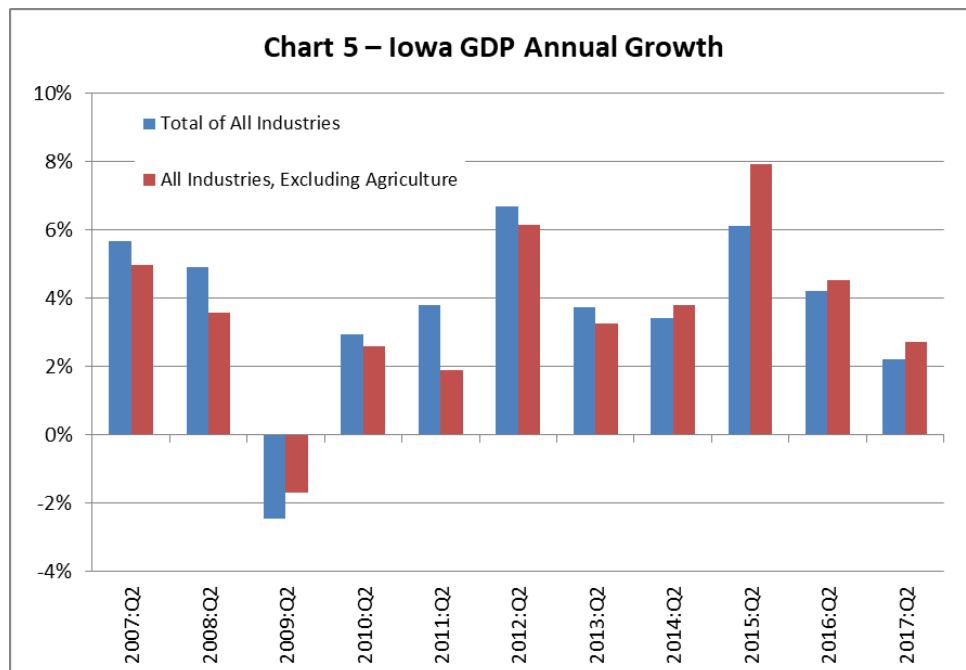
Iowa Economy

Iowa Employment – After recovering in the mid-1980s from the lingering effects of the farm crisis, Iowa's percent of total U.S. employment increased each year for 10 years (1987 through 1996). Iowa nonfarm employment continued to grow through 2000, although Iowa's percent of total U.S. employment began to decline. After the 2000 Iowa employment peak, the Iowa economy lost almost 40,000 nonfarm jobs before rebounding in late 2003. Iowa nonfarm employment peaked again in October 2008, when the annual average reached 1,526,400 jobs. From that peak, Iowa average annual employment declined 58,900 (-3.9%) jobs and reached a low point in September 2010. The annual employment average has increased by 115,700 jobs in the seven years since September 2010.

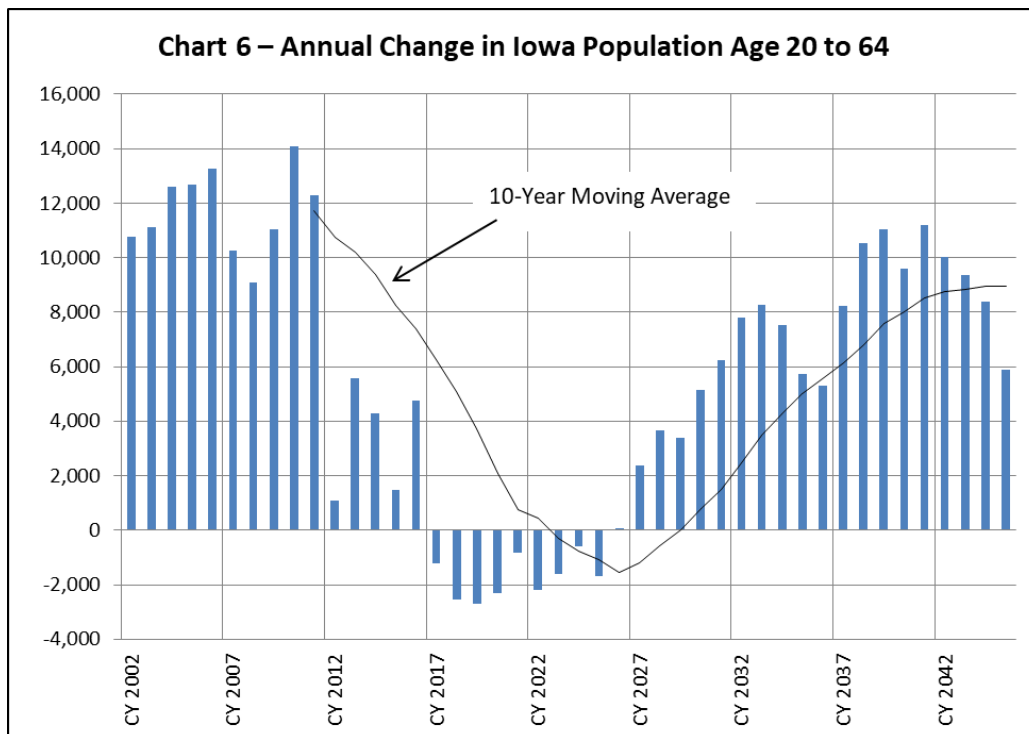
Iowa's share of total U.S. nonfarm employment declined throughout the economic downturn of the early 2000s as well as the economic recovery that followed, indicating that employment gains in Iowa were not as strong as those of the entire nation. From May 1996 through February 2007, the Iowa/U.S. employment ratio fell from 1.16% of all U.S. nonfarm jobs to 1.09%. Essentially, this ratio shows that in February 2007, 109 of every 10,000 nonfarm jobs in the U.S. were Iowa jobs, down from 116 in 1996. The recent recession was much more severe for the country as a whole, and the Iowa employment ratio rose to 1.13% by May 2010. Since then, the ratio has declined to 1.08%. **Chart 4** shows the 12-month average of Iowa nonfarm employment as well as the ratio of Iowa employment to U.S. employment since 1973.



Iowa Gross Domestic Product – A state's Gross Domestic Product (GDP) is the value of all the goods and services produced within a state during a given time period. **Chart 5** shows the annual growth in Iowa GDP for the period ending with the second quarter of each calendar year. The blue bars depict the growth in all industries, while the red bars depict growth without the GDP category that includes agricultural production. The data show that, while still growing, Iowa GDP growth for all industries combined has slowed over the most recent two years. Iowa GDP growth for the year ending June 2017 was the lowest since the last recession. The graph also shows this same slower growth pattern with agricultural production excluded from the calculations. With agriculture excluded, 2017 growth was the slowest since 2011.



Iowa Working-Age Population Growth – Iowa’s population continues to age. Due to the demographic consequences resulting from the national “baby boom” in the years following World War II, the number of Iowans near or past the age of 65 is increasing faster than the number of Iowans just entering their working years. While the change in working-age population from year-to-year is not significant, the change over a number of years is. **Chart 6** depicts the annual change in the number of Iowans age 20 through 64. The population numbers are based on U.S. Census Bureau estimates and future-year projections provided by Regional Economic Models, Inc. (REMI). Extrapolating from **Chart 6**, Iowa’s working-age population increased by 117,000 from 2001 through 2011, by 17,000 for the five years from 2011 through 2016, and is projected to decrease by 16,000 in the 10 years from 2016 through 2026. This decrease from a growth rate of positive 11,700 per year to a decrease of 1,600 per year may present a significant impediment to the potential growth in Iowa’s workforce and employment for the next 10 years.



Iowa General Fund Revenues

Iowa’s income, sales/use, and corporate taxes account for 92.0% of the revenue deposited in the State General Fund (FY 2017 data – net fiscal year basis, excluding transfer revenue). The amount of revenue generated by each of these funding sources depends on the level of economic activity in the State during a fiscal year (employment, consumer expenditures, business and government expenditures, etc.). Assuming other tax factors are equal (tax base and tax rates), a growing economy will produce more tax revenues than a static economy.

The previous summary of the recent condition of the national and Iowa economies shows the U.S. economy entered a recession in December 2007, and Iowa economic activity peaked in the fall of 2008. The U.S. recession was the longest since the 1930s, ending after 18 months in June 2009. According to current nonfarm employment data, Iowa has been adding jobs for over seven years.

The most recent recession produced a significant drop in Iowa General Fund revenue, and the decline reversed around March 2009. **Chart 7** provides the 12-month moving total of net General Fund revenue, excluding transfer revenue. **Chart 7** also includes the Revenue Estimating Conference (REC) estimates for net General Fund revenue, with the FY 2018 and FY 2019 estimates marking the path revenue must travel over the next 18 months to achieve the estimates.

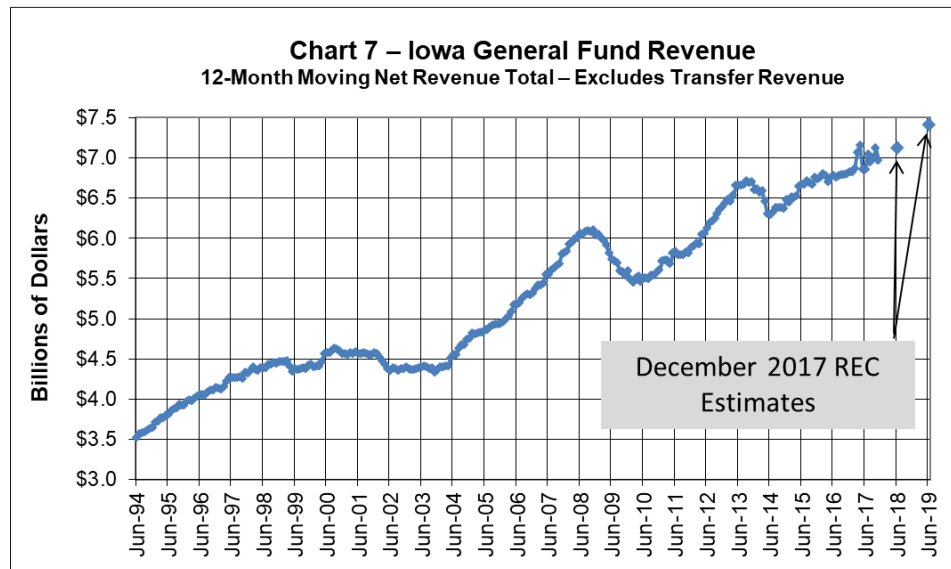
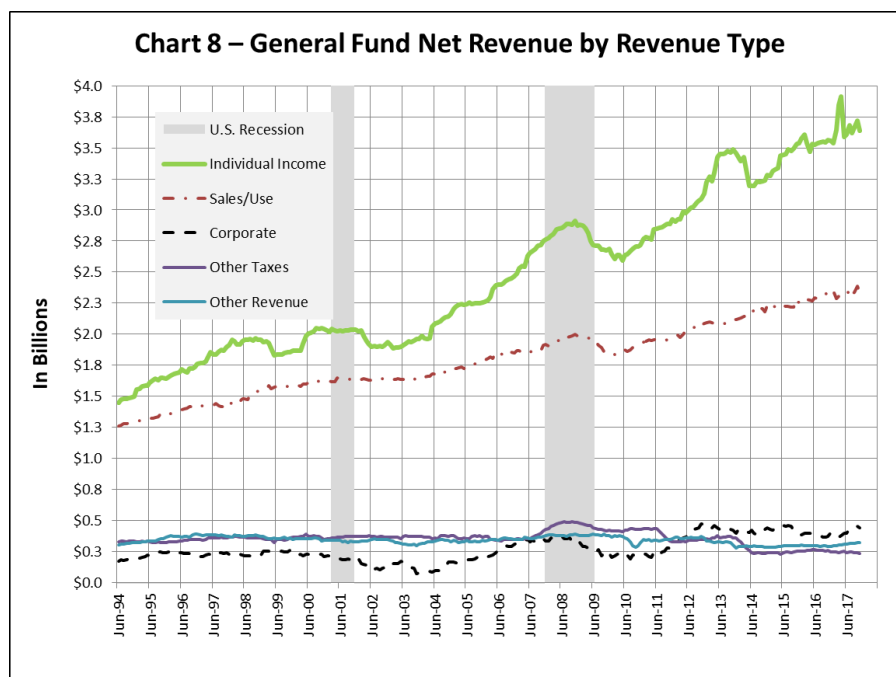


Chart 8 provides a breakdown of the history of Iowa net General Fund revenue by revenue source. Roughly one-half of Iowa net General Fund revenue comes from the individual income tax, and one-third from the sales/use tax.



In December 2017, the REC established an FY 2018 net General Fund revenue growth rate of 2.4%, excluding transfer revenue. For FY 2019, the REC estimates growth will be 4.0%. In dollar terms, net revenue is projected to increase \$163.7 million for FY 2018 and increase \$287.5 million for FY 2019. When transfer revenue is included, the FY 2018 projection is a decline of \$2.5 million (0.0%), while FY 2019 growth is projected at \$289.5 million (4.0%). The REC projection is detailed in the following table.

Revenue Estimating Conference Projection					
Dollars in Millions					
	Actual FY 2015	Actual FY 2016	Actual FY 2017	Estimated FY 2018	Estimated FY 2019
Income Tax	\$4,207.3	\$4,355.5	\$4,469.0	\$4,655.7	\$4,865.9
Sales/Use Tax	2,753.0	2,810.5	2,812.3	2,917.9	3,018.4
Corporate Tax	576.3	520.5	549.7	592.8	599.4
Insurance Tax	109.6	119.7	114.8	107.9	107.1
Other Taxes	149.8	159.5	155.3	155.1	158.5
Total Taxes	\$7,796.0	\$7,965.7	\$8,101.1	\$8,429.4	\$8,749.3
Other Receipts	294.9	297.0	310.1	293.6	294.6
Gross Tax & Other Receipts	\$8,090.9	\$8,262.7	\$8,411.2	\$8,723.0	\$9,043.9
Accruals (Net)	19.6	14.2	73.5	-13.3	8.6
Refund (Accrual Basis)	-967.9	-1,018.3	-1,059.8	-1,108.5	-1,143.1
Schl. Infrs. Refunds (Accrual)	-450.5	-466.9	-460.4	-473.0	-493.7
Total Net Receipts	\$6,692.1	\$6,791.7	\$6,964.5	\$7,128.2	\$7,415.7
Transfers (Accrual Basis)	127.6	129.4	275.5	109.3	111.3
Net Receipts Plus Transfers	\$6,819.7	\$6,921.1	\$7,240.0	\$7,237.5	\$7,527.0
Year-over-year Incr./Decr.	\$330.8	\$101.4	\$318.9	\$-2.5	\$289.5

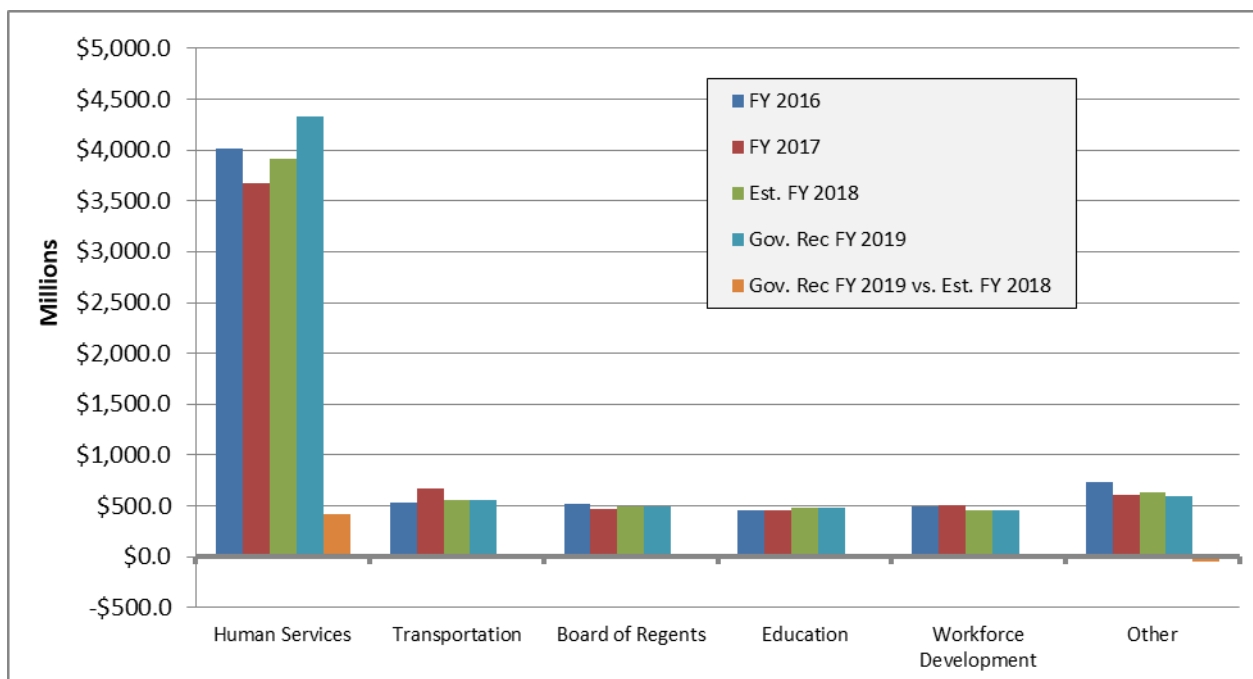
Revenue estimates website: www.legis.iowa.gov/publications/fiscal/quarterlyRevenueEstimate

LSA Staff Contact: Jeff Robinson (515.281.4614) jeff.robinson@legis.iowa.gov

FEDERAL FUNDS

The Department of Human Services (DHS) will receive an estimated 59.8% of the federal funds allocated to Iowa in FY 2019. The majority of the federal funds received by the DHS are distributed to the Medicaid Program. It is estimated that Iowa will receive a total of \$6.916 billion in federal funds in FY 2019, which represents an increase of \$369.4 million (5.3%) compared to estimated FY 2018. The following chart shows the estimated FY 2019 federal funds.

Estimated Federal Funds Received by Iowa by Department – FY 2019



Federal Programs and Federal FY 2018 Budget Update

On December 22, 2017, the President signed [H.R. 1370](#) (Further Additional Continuing Appropriations Act, 2018) that extended federal appropriations to agencies until January 19, 2018. The Act also takes the following actions:

- Provides a temporary repeal of rules that would trigger automatic spending cuts due to the changes in the recent tax bill.
- Maintains the 0.6791% across-the-board (ATB) cut for most discretionary programs included in earlier resolutions.
- Provides funding for a missile defense system.
- Provides funding for the Children's Health Insurance Program (CHIP), Community Health Centers, and other health-related programs through March 2018.
- Provides funding for the Veterans Access, Choice, and Accountability Act of 2014.

FY 2017-FY 2019 Estimated Federal Funds Received by Iowa Departments
(Dollars in Millions)

Department	Actual FY 2017	Estimated FY 2018	Gov Rec FY 2019	Gov Rec vs Estimated FY 2018
Human Services	\$ 3,672.6	\$ 3,912.6	\$ 4,331.9	\$ 419.3
Transportation	676.0	562.8	562.5	-0.3
Board of Regents	467.8	489.4	489.4	0.0
Education	460.4	484.0	480.0	-4.0
Workforce Development	507.1	462.4	461.7	-0.8
Public Health	122.4	140.8	140.8	0.0
Economic Development Authority	77.6	82.5	82.5	0.0
Homeland Security	68.1	76.0	34.4	-41.6
Other	336.9	336.0	332.8	-3.2
Department Total	\$ 6,388.9	\$ 6,546.7	\$ 6,916.1	\$ 369.4

Note: Totals may not equal due to rounding.

Federal Funds Tracking: Grants Enterprise Management System

The Iowa [Grants Enterprise Management System](#) (GEM\$) is operated by the Department of Management (DOM) and is designed as a resource for State agencies and local governments for researching federal grant opportunities, applying for them, and then tracking the award of funding if granted. The system:

- Manages the reporting of grants applied for and received by State agencies.
- Posts State grants available for application.
- Manages the State agency awards to government entities, nonprofit organizations, private businesses, and individuals. This includes the grant application, selection, award/contracting, monitoring, communications, modification, reporting, close-out, and financial management processes.

The GEM\$ also enables State departments to collaborate on grants when possible. Agencies currently using GEM\$ to report their awards include the following:

- Department of Administrative Services – Information Technology Enterprise
- Economic Development Authority
- Department of Education
- Department of Management
- Department of Homeland Security and Emergency Management
- Iowa Commission on Volunteer Service
- Governor’s Office of Drug Control Policy
- Department of Public Health
- Department of Cultural Affairs
- Department of Public Defense
- Department of Public Safety
- Department of Justice
- Department of Corrections
- Iowa College Student Aid Commission
- Department of Agriculture and Land Stewardship
- Department of Natural Resources
- Attorney General
- Vocational Rehabilitation Services
- Civil Rights Commission
- Department for the Blind
- Department on Aging

- Department of Transportation
- Iowa Public Television
- Judicial Branch

Related Websites

Federal Funds Information for States: www.ffis.org

Government Accountability Office: www.gao.gov

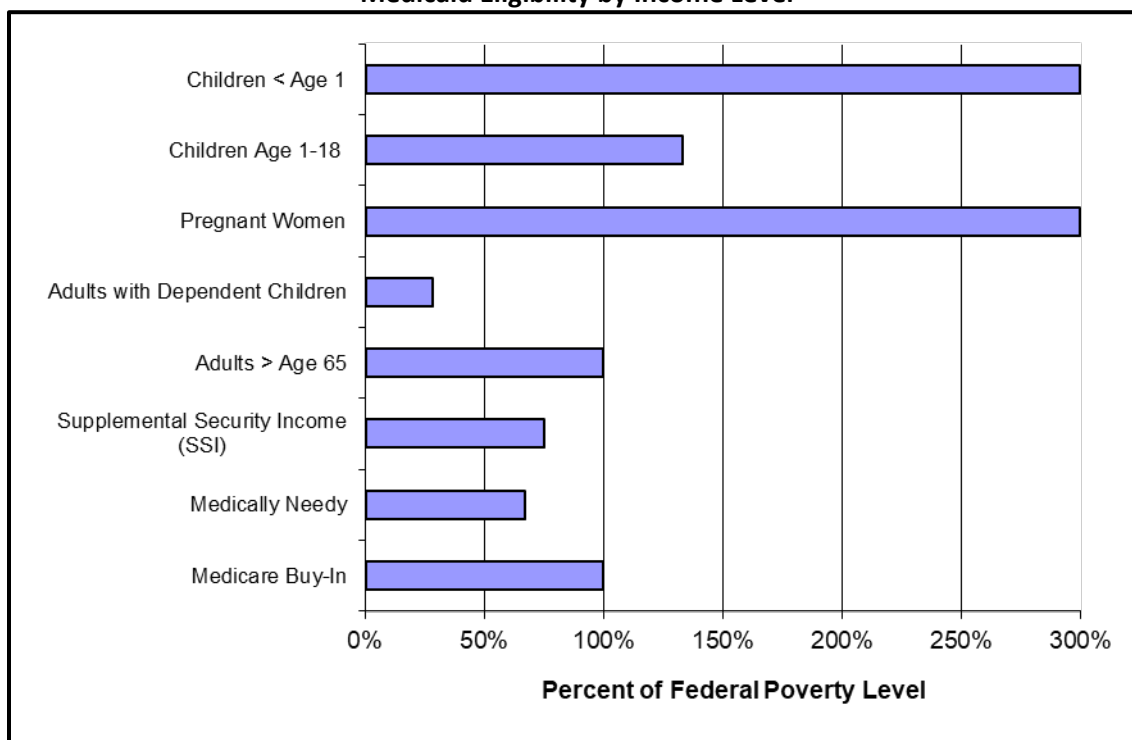
GEM\$: www.iowagrants.gov

LSA Staff Contacts: Deb Kozel (515.281.6767) Deb.Kozel@legis.iowa.gov
Angel Banks-Adams (515.281.6301) Angel.Banks-Adams@legis.iowa.gov

MEDICAL ASSISTANCE PROGRAM (MEDICAID)

Medicaid is funded jointly by State and federal funds to provide health care services to low-income persons who are elderly, blind, disabled, pregnant, under age 21, or members of families with dependent children. For State FY 2018, the federal share of Iowa's Medicaid program is 58.05%.

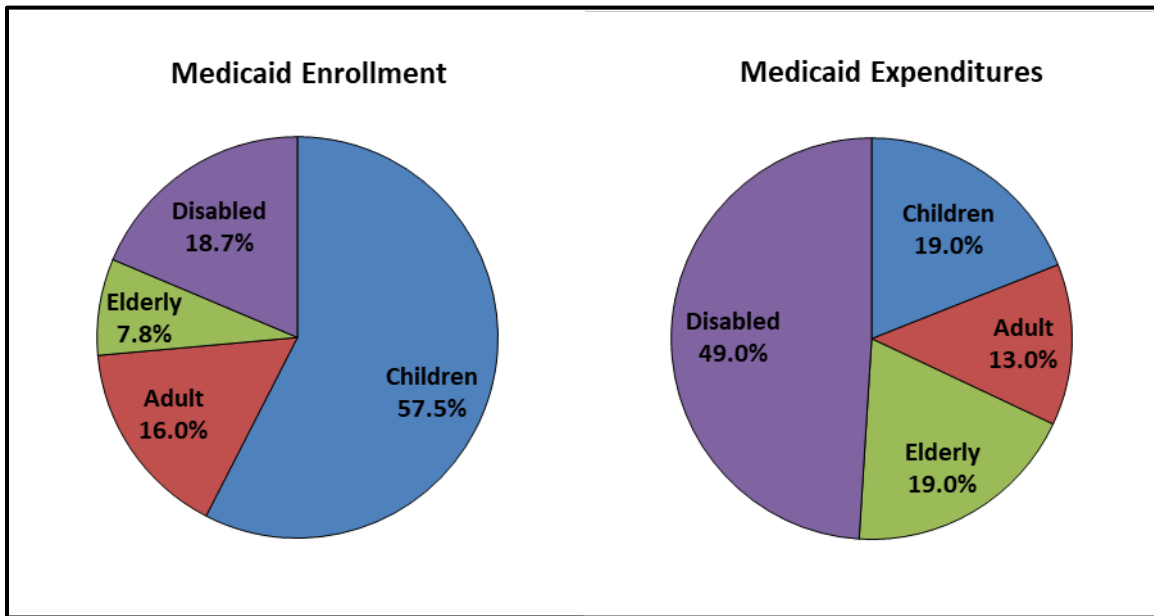
Table 1
Medicaid Eligibility by Income Level



The Iowa Medicaid program covers individuals at various levels of income as allowed under federal law. To be eligible for Medicaid, an individual must meet income requirements and qualify as a member of an eligible category. **Table 1** shows the maximum income level for children, pregnant women, adults with dependent children, adults over age 65, recipients of Supplemental Security Income (SSI), the Medically Needy Program, and the Medicare Buy-In Program. The income levels are based on the percentage of the Federal Poverty Level (FPL) calculated annually by the federal government and vary by the size of the household. The FPL for a family of four is \$24,600 for 2017.

Table 2 shows a comparison of enrollment and expenditures by eligibility category. In November 2017, 420,352 Iowans were enrolled in Medicaid. Of the total, 57.5% were children, 16.0% were adults with dependent children, 18.7% were disabled, and 7.8% were over age 65. The FY 2017 State expenditures totaled \$1.531 billion. Of the total expenditures, 19.0% was for children, 13.0% was for adults with dependent children, 49.0% was for the disabled, and 19.0% was for adults over age 65. While children account for 57.5% of the enrollment, they consume only 19.0% of Medicaid expenditures. Adults over age 65 and disabled individuals account for 26.5% of enrollment and utilize 68.0% of expenditures.

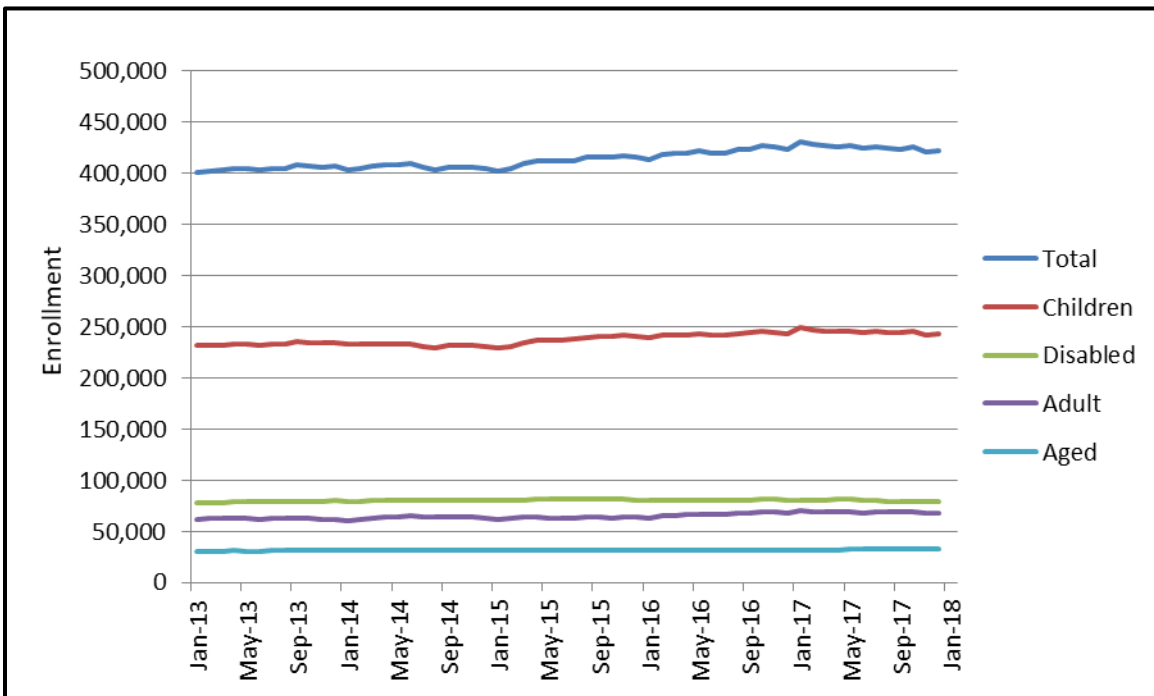
Table 2
Medicaid Enrollment vs. Expenditures



Enrollment

Table 3 shows the Medicaid enrollment growth in Iowa over the past five years. In FY 2013, the Program grew by 1.9% and growth rates slowed to 1.1% in FY 2014, and 0.1% in FY 2015. The growth rate was 2.5% in FY 2016 and 2.1% in FY 2017.

Table 3
Medicaid Enrollment Five-Year Actual



Current enrollment through December is 421,482, a decrease of 2,779 individuals year-to-date. Enrollment tends to fluctuate by several thousand members each month as members come on and off the Program. The Fiscal Services Division of the Legislative Services Agency (LSA) is projecting Medicaid enrollment to remain flat, with enrollment continuing to fluctuate between 420,000 and 425,000 through the remainder of FY 2018 and FY 2019.

Fiscal Year 2018 Medicaid Managed Care Contract

Amerigroup and United Healthcare of the River Valley have agreed to new contract rates with the Department of Human Services (DHS) for FY 2018. The new rates are an increase of \$60.6 million State share (4.3%) and \$79.6 million federal share (2.9%) over FY 2017. The updated rates are included in the FY 2018 estimates detailed below. The third managed care organization (MCO), AmeriHealth Caritas, withdrew from Iowa Medicaid effective November 30, 2017. Members enrolled with AmeriHealth were transitioned to United Healthcare of the River Valley on December 1, 2017. Amerigroup does not currently have the capacity to accept new enrollees and is not anticipated to start accepting new members until March at the earliest. Before it was announced that Amerigroup would not be accepting any new members, 10,121 members enrolled with AmeriHealth Caritas chose to switch their coverage to Amerigroup instead of United. Because Amerigroup does not have the capacity to support these members, they will be covered by the DHS under the fee-for-service program.

All managed care reports and a variety of other reports compiled by the DHS are available here: dhs.iowa.gov/ime/about/performance-data. In addition, the General Assembly enacted a Health Policy Oversight Committee to receive updates and review data, public input, and concerns, and make recommendations for improvements to and changes in law or rule regarding Medicaid managed care. The Committee is required to meet at least twice annually during the legislative interim. For more information please visit the committee website at: www.legis.iowa.gov/committees/committee?ga=86&groupID=24165.

Revenues and Expenditures

Table 4 shows actual expenditures for FY 2015 through FY 2017 and projected expenditures for FY 2018 and FY 2019. The four largest categories that drive Medicaid costs are hospitals (inpatient and outpatient treatment), nursing homes, pharmaceuticals, and physician costs.

Table 4
State Medicaid Expenditures – All State Funds
(Dollars in Millions)

	State Actual	FMAP Cost	Adjusted State Total
FY 2015 Actual	\$ 1,533.3	\$ 79.1	\$ 1,612.4
FY 2016 Actual	1,696.6	56.1	1,752.7
FY 2017 Actual	1,576.3	-45.6	1,530.7
FY 2018 Projected Need	1,744.0	-66.6	1,677.4
FY 2019 Projected Need	1,698.3	-58.9	1,639.4
*Note: Projected expenditures reflect the estimate of the Medicaid forecasting group for FY 2018 and FY 2019. The FY 2019 estimate does not include increases in capitation rates for MCOs.			

As **Table 4** illustrates, Medicaid expenditures have fluctuated significantly from FY 2015 to FY 2017. One of the driving factors in significant cost increases for FY 2015 and FY 2016 was the change in the FMAP (Federal Medical Assistance Percentage) rate, which is the federal/state funding formula for Medicaid and is based on a rolling three-year average of per capita income. As a result of the 3.28% decrease in the FMAP rate, Iowa was required to pay \$135.2 million more for the Medicaid program, decreasing the federal government's share. In FY 2017, projected FY 2018, and projected FY 2019 the FMAP rate has shifted back in the State's favor by 4.5%, saving the State an estimated \$171.1 million. In addition to the FMAP change, a number of other factors have contributed to significant changes to Medicaid expenditures, including:

- Beginning April 1, 2016, the majority of the Medicaid program was shifted under the management of three MCOs. The move to managed care was estimated to save the State in excess of \$100.0 million through the first contract period, which ran through FY 2017.
- The FMAP rate for the newly eligible population covered by the Iowa Health and Wellness Program decreased from 100.0% federal match to 97.5% federal match in FY 2017 and will decrease to 94.5% in FY 2018. The shift in funding from the federal to the State government means Iowa is responsible for approximately \$17.1 million more in health care costs in FY 2017, an additional \$17.3 million in FY 2018, and \$7.2 million in FY 2019.
- The General Assembly has enacted a number of rate increases for providers, including \$17.0 million for nursing facilities, \$1.0 million for home health, and \$1.0 million for Home- and Community-Based Services (HCBS) in FY 2016. For FY 2017, the General Assembly provided a \$2.2 million rate increase for HCBS waiver providers and \$2.0 million to reduce the waiting lists for HCBS services.

Fiscal Year 2017

Medicaid ended FY 2017 with a \$99.5 million surplus. Of that, \$54.7 million was due to funds set aside for supplemental payments to the three MCOs as part of the emerging trends payment, which will now be paid in FY 2018. Additional factors that led to the surplus include savings due to lower enrollment trends leading to fewer capitation payments and reduced fee-for-service spending, greater than anticipated rebates and recoveries, and increased revenues from a Child and Family Services transfer.

Fiscal Year 2018 and 2019 Estimate

Table 5 below shows the revenues and expenditures for FY 2017 and FY 2018. For FY 2018, the Medicaid Forecasting Group agreed Medicaid will have an estimated need of \$2.3 million. This includes an estimated \$60.6 million increase in capitation payments to the MCOs for FY 2018, the \$56.3 million emerging trends payment to the MCOs, and all of the changes approved by the Legislature and signed into law by the Governor in HF 653 (FY 2018 Health and Human Services Appropriations Act).

For FY 2019, the Forecasting Group agreed Medicaid will have an estimated need of \$65.1 million. This does not include an increase in capitation payments to the MCOs for FY 2019, but does include the following:

- An increase of \$2.3 million to replace the unfunded need from FY 2018.
- An increase of \$57.2 million to replace one-time funding used in FY 2018, which will not be available in FY 2019.
- An increase of \$22.4 million to provide for the first federal health insurance fee payment.
- An increase of \$21.6 million to fund the emerging trends and risk corridor adjustment.
- An increase of \$1.5 million for increased cost of services and enrollment growth.

- An increase of \$11.9 million due to a loss of Medicaid recoveries and other revenues.
- An increase of \$7.2 million to replace federal funding due to a reduction in the Iowa Health and Wellness Program Federal Medical Assistance Percentage (FMAP) rate.
- A decrease of \$59.0 million to reflect the new regular Medicaid FMAP rate.

Table 5
Medicaid Balance Sheet

	<i>Actual FY 2017</i>	<i>Estimated FY 2018</i>	<i>Estimated FY 2019</i>
Medicaid Funding			
Carryforward from Previous Year	\$ 22,891,475	\$ 44,841,621	\$ 0
Carryforward Due to Shift in Emerging Trends Payment	0	54,664,353	0
Palo Replacement Generation Tax	1,372,140	1,152,046	1,100,000
Health Care Trust Fund	221,346,719	218,260,000	217,130,000
Nursing Facility Quality Assurance Fund	36,638,618	36,705,208	36,705,208
Hospital Trust Fund	33,998,532	33,920,554	33,920,554
Medicaid Fraud Fund	456,193	600,000	500,000
Transfer Decat Reversion	2,907,003	500,000	500,000
CFS Foster Care Transfer	7,419,102	0	0
Total Non-General Fund for Medicaid	\$ 327,029,782	\$ 390,643,782	\$ 289,855,762
General Fund Appropriation	1,303,190,737	1,284,405,740	1,284,405,740
General Fund Supplemental	0	0	0
Total All General Fund Sources	\$ 1,303,190,737	\$ 1,284,405,740	\$ 1,284,405,740
Total Medicaid Funding	\$ 1,630,220,519	\$ 1,675,049,522	\$ 1,574,261,502
Total Estimated State Medicaid Need	\$ 1,613,801,938	\$ 1,635,884,918	\$ 1,703,683,336
FMAP Changes	-45,565,523	-66,600,000	-58,940,360
Health and Wellness Program Expenditures	17,142,483	17,300,000	7,200,000
MCO Capitation Increase 3.3% Federal 4.3% State	0	60,646,451	0
Nursing Facility Rebase	0	2,500,000	0
Eliminate 3-Month Retroactive Eligibility	0	-3,724,156	-1,862,078
Elimination of Consultation Codes	0	-500,000	0
Apply IP Hospital DRG Outlier Threshold	0	-10,000,000	0
End ACA PCP Medicare Increase	0	-5,000,000	0
Align Anesthesiologist Payment to MCR	0	-3,100,000	0
Site-of-Service	0	-2,000,000	0
Crossover Claims	0	-7,700,000	0
State Family Planning	0	3,383,880	0
Health Insurer Fee Payment	0	0	22,404,374
Emerging Trends Payment and Risk Corridor	-54,664,353	56,276,051	-33,102,738
Total Estimated Medicaid Need	\$ 1,530,714,545	\$ 1,677,367,144	\$ 1,639,382,534
Total/-Underfunded	\$ 99,505,974	\$ -2,317,622	\$ -65,121,032
BIP - Balancing Incentive Payment Program	HCBS - Home and Community-Based Services		
DSH - Disproportionate Share Hospital	FMAP - Federal Medical Assistance Percentage		

Fiscal Year 2019 FMAP

The federal Bureau of Economic Analysis released final state personal per capita income data for 2016 on September 26, 2017. This allows states to calculate the final FY 2019 FMAP rates. The FY 2019 FMAP

rates are based on per capita personal incomes for calendar years 2014 through 2016. These rates are calculated on a federal fiscal year basis, but the numbers in this forecast have been blended to reflect State fiscal year (SFY) 2019. Iowa's SFY 2019 FMAP rate increased by 1.52% to 59.57% (**Table 6**). This means for every dollar spent on the Medicaid Program, the federal government will pay \$0.5957 and Iowa will pay \$0.4043. The FMAP change is 0.47% greater than the preliminary estimate that was released in March.

The FMAP increase indicates that Iowa's economy is not doing as well compared to other states, resulting in a larger share of the total FMAP allocation for Iowa. This is the third year in a row that the FMAP rate has moved back in the State's favor, meaning Iowa pays less. Prior to that, the rate declined 8.2% from FY 2010 to FY 2016.

Table 6

Five-Year State Regular Medicaid FMAP			
State Fiscal Year	Federal Share	State Share	Federal % Change
FY 2015	56.14%	43.86%	-2.21%
FY 2016	55.07%	44.93%	-1.07%
FY 2017	56.28%	43.72%	1.21%
FY 2018	58.05%	41.95%	1.77%
FY 2019	59.57%	40.43%	1.52%

Fiscal Year 2018-2019 Governor's Recommendation

*The Governor is recommending funding Medicaid \$12.3 million below the Forecasting Group's estimate in FY 2018. This includes the current Medicaid shortfall of \$2.3 million projected by the Forecasting Group and a recommended General Fund deappropriation of \$10.0 million. The recommended changes are illustrated in **Table 7** below.*

The Governor is recommending a General Fund increase of \$55.1 million for FY 2019. The increase funds Medicaid at \$10.0 million below the Forecasting Group's estimated need when combined with other changes to revenues and expenditures. The recommendation does not reflect any increases in capitation rates for the two MCOs. Capitation rate increases in FY 2018 totaled \$60.6 million.

Table 7
Governor's Recommended Changes FY 2018 and FY 2019

Revenue Changes	FY 2018	FY 2019
General Fund Appropriation Change	\$ -10,000,000	\$ 55,121,032
Total Revenue Changes	\$ -10,000,000	55,121,032
Forecasting Group Estimated Need*	\$ -2,317,622	\$ -65,121,032
Surplus/-Shortfall	\$ -12,317,622	\$ -10,000,000

*Forecasting Group estimate does not include FY 2019 capitation rate increases for the MCOs.

LSA Staff Contact: Jess R. Benson (515.689.0598) jess.benson@legis.iowa.gov

STATE SCHOOL AID

FY 2018 State School Aid

During the 2017 Legislative Session, the General Assembly enacted [SF 166](#) (State Percent of Growth – Foundation and Categorical State Aid and Property Tax Replacement Payments Act), which included establishing the FY 2018 State percent of growth for regular State school aid and the State categorical supplements at 1.11%.

The total amount generated for school districts in FY 2018 includes:

- \$4.631 billion for the total combined district cost, an increase of \$153.6 million compared to FY 2017. The amount, in general, represents the total funding of State aid and school property taxes for school districts and Area Education Agencies (AEAs) generated through the school aid formula. The combined district cost does not include preschool formula funding.

Program funding changes in the combined district cost include:

- An increase of \$46.7 million (1.5%) for the regular program amount. The regular program funding level accounts for approximately 70.1% of the combined district cost.
- An increase of \$7.5 million (3.9%) in funding for AEA programs. This includes special education support services, media services, and educational services, and includes the AEA statewide State aid reduction.
- An increase of \$59.9 million (13.0%) in total State categorical supplements (teacher salary, professional development, early intervention, and teacher leadership).
- \$3.189 billion for total State aid, an increase of \$90.2 million (2.9%) compared to FY 2017. The State General Fund portion of school aid totaled \$3.180 billion, an increase of \$90.0 million (2.9%). The State aid amounts include:
 - \$9.7 million transferred from the Secure an Advanced Vision for Education (SAVE) Fund to the Property Tax Equity and Relief (PTER) Fund for targeted property tax relief through the school aid formula.
 - An additional \$15.0 million reduction in State aid to the AEAs as required in [SF 516](#) (FY 2018 Standing Appropriations Act). This reduction is in addition to the \$7.5 million statutory reduction implemented annually.
 - \$46.8 million in Property Tax Replacement Payment (PTRP) funding. This provision requires State aid to account for the entire increase in the cost per pupil amount due to the State percent of growth in FY 2018 as specified in Iowa Code section [257.16B](#), which fixes the State obligation at \$83 per student for the year.
 - \$520.5 million for the State categorical supplements, an increase of \$59.9 million compared to FY 2017. This includes \$295.1 million for the teacher salary supplement for districts and AEAs, \$33.5 million for the professional development supplement for districts and AEAs, \$34.5 million for the district early intervention supplement, and \$157.4 million for the district teacher

leadership supplement. Fiscal Year 2018 was the third and final year the teacher leadership supplement was rolled into the school aid formula, which accounts for the majority of the increase.

- \$78.2 million for preschool formula funding, an increase of \$1.8 million compared to FY 2017. The preschool formula funding is included in the State aid amount, but is not included in the combined district cost total.
- \$1.475 billion in school aid property taxes (including adjustments for the commercial and industrial valuations), an increase of \$53.5 million (3.8%) compared to FY 2017. This includes:
 - \$862.1 million for the uniform levy (adjusted for the commercial and industrial rollback), an increase of \$34.2 million compared to FY 2017. This increase is a direct result of increased assessed valuations.
 - \$612.7 million in the additional levy amount, an increase of \$19.2 million compared to FY 2017 (adjusted for the commercial and industrial rollback).

Estimated FY 2019 State School Aid

During the 2017 Legislative Session, the General Assembly did not establish the State percent of growth for FY 2019. If no rate is established during the 2018 Legislative Session, the State percent of growth rates will default to 0.0%. *The Governor is recommending an estimated General Fund appropriation of \$3.234 billion for State aid to schools in FY 2019. This amount is intended to reflect a Supplemental State aid percent of growth rate of 1.5% and an additional \$15.0 million reduction to AEAs in addition to the statutory reduction of \$7.5 million specified in the Iowa Code. It also reflects an adjustment to the PTRP funding per student to \$95 from \$83 per student.*

Estimates for FY 2019 are preliminary (based on available data and assumptions as of January 2018) and are subject to change. Variables that are currently estimated include:

- Taxable valuations – A statewide growth projection of 4.45% was agreed upon by the Department of Management (DOM) and the Legislative Services Agency (LSA) for FY 2019. The growth projection was additionally applied to commercial and industrial valuations on a statewide basis.
- Budget enrollments – Enrollment projections are provided by the Department of Education. The projected increase for FY 2019 is 0.23% and is intended to reflect the 2017-2018 certified enrollment figures, which will serve as the FY 2019 budget enrollment.
- Pupil weighting – This includes statewide growth assumptions and a 1.4% increase in special education weightings, a 14.7% increase in sharing supplementary weighting, an increase to account for the modifications of shared operational functions supplementary weightings, and a 0.3% increase in Limited English Proficient (LEP) supplementary weighting.

Any variations in assumptions used to calculate these variables will impact the information provided (including FY 2019 and FY 2020 school aid estimates).

The following analysis is based on the Governor's recommendation of a 1.5% State percent of growth rate for FY 2019. At 1.5% growth, estimated funding amounts include:

- \$4.715 billion for the total combined district cost, an increase of \$84.3 million (1.8%) compared to FY 2018. The amount, in general, represents the total funding of State aid and school property taxes for school districts and AEAs generated through the school aid formula (the combined district cost

does not include preschool formula funding). Program funding changes in the combined district cost include:

- An increase of \$56.1 million (1.7%) for the regular program amount. Additionally, the regular program budget guarantee provision is estimated to total \$19.8 million with 163 districts eligible.
- An increase of \$4.4 million (2.0%) in funding for AEA programs. *The Governor is recommending an additional reduction of \$15.0 million in State aid to AEAs.* The recommended AEA reduction total of \$22.5 million (\$7.5 million of which is statutory) maintains an additional State aid reduction as applied in FY 2018 and previous years.
- An increase of \$8.7 million (1.7%) in total State categorical supplements. The increase includes AEA and district categorical funds.
- \$3.243 billion for total State aid, an increase of \$54.1 million (1.7%) compared to FY 2018. The State General Fund portion of school aid total is \$3.234 billion, an increase of \$54.08 million (1.7%). Included in the State aid amounts are:
 - An estimated \$9.5 million transferred from the SAVE Fund to the PTER Fund for targeted property tax relief through the school aid formula.
 - \$53.8 million in PTRP funding. *The Governor is recommending an increase in the PTRP State cost per pupil to reflect the property tax portion of the increase in the State cost per pupil.* This provision requires State aid to account for the entire increase in the cost per pupil amount due to the State percent of growth in FY 2018 as specified in [SF 166](#). If not amended, the impact of this provision will continue in future years and under current law totals \$83 per pupil. *The Governor is recommending the PTRP payment per student be increased to \$95 per pupil.*
 - \$529.2 million for the State categorical supplements, an increase of \$8.7 million (1.7%). This includes \$300.0 million for the AEA and school district teacher salary supplement, \$34.1 million for the AEA and school district professional development supplement, \$35.0 million for the school district early intervention supplement, and \$160.1 million for the school district teacher leadership supplement.
 - \$82.6 million for preschool formula funding, an increase of \$4.5 million (5.7%) compared to FY 2018. The preschool formula funding is included in the State aid amount but is not included in the combined district cost total.
- \$1.515 billion in school aid property taxes, an increase of \$40.1 million compared to FY 2018. This includes:
 - \$899.7 million for the uniform levy (adjusted for the commercial and industrial rollback), an increase of \$37.6 million compared to FY 2018. This increase is a direct result of an estimated increase in assessed valuations.
 - \$615.2 million in the additional levy amount, an increase of \$2.47 million (0.4%) compared to FY 2018 (adjusted for the commercial and industrial rollback). Generally, this increase can be attributed to the budget guarantee amount, the 1.5% State percent of growth rate used for this analysis, and the adjustment to the PTRP per student payment.

Table 1 includes additional information on program funding sources and other miscellaneous information.

Table 1

Legislative Services Agency: FY 2019 School Aid Estimates (Statewide Totals in Millions)							
State Supplemental Aid Rate		1.50%	State Cost Per Pupil		\$6,764	Total Increase	\$100
AEA Reduction		Additional Reduction		Total AEA Reduction			
\$ 7,500,000		\$ 15,000,000		\$ 22,500,000			
Program Funding:		FY 2018	FY 2019 Estimate	Est. Change	% Change		
Regular Program District Cost		\$ 3,244.09	\$ 3,300.15	\$ 56.06	1.73%		
Regular Program Budget Adjustment		23.64	19.80	-3.85	-16.27%		
Supplementary Weighting (District)		93.30	99.47	6.16	6.61%		
Special Education Instruction (District)		430.28	442.85	12.57	2.92%		
Teacher Salary Supplement (District)		279.39	283.99	4.60	1.65%		
Professional Development Supplement (District)		31.66	32.18	0.52	1.64%		
Early Intervention Supplement (District)		34.47	35.02	0.56	1.62%		
Teacher Leadership Supplement (District)		157.41	160.06	2.65	1.68%		
AEA Special Ed Support District Cost		159.62	162.47	2.85	1.79%		
AEA Special Ed Support Adjustment		1.52	1.54	0.02	1.58%		
AEA Media Services		28.33	28.82	0.49	1.72%		
AEA Ed Services		31.31	31.84	0.53	1.71%		
AEA Teacher Salary Supplement		15.75	16.04	0.29	1.85%		
AEA Professional Development Supplement		1.85	1.88	0.03	1.83%		
Dropout and Dropout Prevention		120.08	120.08	0.00	0.00%		
Combined District Cost		\$ 4,630.89	\$ 4,715.15	\$ 84.26	1.82%		
Statewide Voluntary Preschool Program		\$ 78.15	\$ 82.60	4.45	5.69%		
State Aid:		FY 2018	FY 2019 Estimate	Est. Change	% Change		
Regular Program		\$ 1,940.90	\$ 1,956.12	15.21	0.78%		
Supplementary Weighting		81.29	86.66	5.37	6.61%		
Special Education Weighting		375.14	386.15	11.01	2.93%		
Property Tax Adjustment Aid (1992)		8.46	8.08	-0.38	-0.81%		
Property Tax Replacement Payment (PTRP)		46.76	53.78	7.02	15.01%		
Adjusted Additional Property Tax - General Fund		24.00	24.00	0.00	0.00%		
Statewide Voluntary Preschool Program		78.15	82.60	4.45	5.69%		
Minimum State Aid		0.00	0.03	0.03	100.00%		
State Aid from General Fund		\$ 3,179.63	\$ 3,233.71	\$ 54.08	1.70%		
Excess from SAVE Fund		9.70	9.50	-0.20	-2.07%		
Total State Aid (Includes Non-General Fund)		\$ 3,189.33	\$ 3,243.41	\$ 54.08	1.70%		
Local Property Tax:		FY 2018	FY 2019 Estimate	Est. Change	% Change		
Uniform Levy Amount		\$ 862.06	\$ 899.68	\$ 37.63	4.36%		
Additional Levy		612.69	615.16	2.47	0.40%		
Total Levy to Fund Combined District Cost		\$ 1,474.74	\$ 1,514.84	\$ 40.10	2.72%		
Comm/Ind - Uniform Levy Replacement		26.29	22.40	-3.89	-14.79%		
Comm/Ind - Additional Levy Replacement		19.50	17.10	-2.40	-12.29%		
Miscellaneous Information:		FY 2018	FY 2019 Estimate	Est. Change	% Change		
Budget Enrollment		485,147.30	486,264.30	1,117.00	0.23%		
Number of Districts with Budget Adjustment		179	163	-16	-8.94%		
Percent of Districts with Budget Adjustment		54%	49%				
Property Tax Relief Payment per student		\$ 83.00	\$ 95.00	\$ 12.00	14.46%		
AEA Funding		\$ 217.20	\$ 221.56	\$ 4.36	2.01%		
Notes:							
Totals may not sum due to data duplication and exclusion. For example, other funds are provided by State Aid, but not included in the State Aid section because they are represented in the Program Funding section listed above.							
The provision for minimum state aid requires that the State provide at least \$300 per student. Fiscal Year 2019 may be the first time this provision has gone into effect, but will only occur if the SSA rate is 2.0% or less.							
Sources:							
Department of Management (School Aid File). LSA analysis and calculations							

FY 2020 School Aid

The FY 2020 estimates will be impacted by data collected for FY 2019 and any modifications made to the model assumptions. Additionally, establishing the State percent of growth rates for FY 2019 and any other statutory changes will impact the FY 2020 school aid estimates. *The Governor has not made a recommendation for FY 2020.*

Additional Information on School Aid Funding

Additional information is available on the LSA website and includes the following:

- **Budget Unit Fiscal Topic:** [State Foundation School Aid](#)
- **Fiscal Topics:** [School District Reorganization Incentives](#)
- [School District Cash Reserve Levy](#)
- [School Aid – Additional Levy Components](#)
- [Historic school aid funding amounts and data](#) (including information by school district), [school aid estimates for future fiscal years](#), and [other background information on the school aid formula](#).

LSA Staff Contact: Josie Gerrietts (515.238.2833) josie.gerrietts@legis.iowa.gov

FEDERAL INCOME TAX CHANGES

The Federal Tax Cuts and Jobs Act (Public Law No. [115-97](#)) was enacted on December 22, 2017. This law reduces federal income tax rates, and modifies policies, credits, and deductions for individuals and businesses.

The Department of Revenue has begun to [analyze](#) the new federal law to determine the law's projected impact on Iowa General Fund tax revenue. At a special background meeting of the Revenue Estimating Conference (REC) held January 5, 2018, the Department reviewed its preliminary findings. The latest General Fund revenue projections of the REC were made at the December 11, 2017, meeting, and those projections do not include the impact of the new federal legislation.

Iowa law allows taxpayers to deduct federal income taxes paid from their income when computing Iowa taxable income (full deductibility for individual taxpayers, 50.0% deductibility for corporate taxpayers). This means that when the federal government makes any significant change to its tax policies, there is likely an automatic impact on Iowa net General Fund revenue. If federal action raises federal income taxes, there is a negative impact on Iowa revenue. The December legislation is expected to result in lower federal income tax revenue. Therefore, Iowa revenue should increase as a result of the federal legislation. At the January 5 REC meeting, the Department announced preliminary estimates of the expected Iowa revenue increase from the automatic impacts of individual income tax federal deductibility. The estimated positive General Fund impacts are:

- FY 2018: \$16.0 million
- FY 2019: \$106.0 million
- FY 2020: \$138.0 million

The federal legislation increased the value of the federal standard income tax deduction and limited the amount of state and local income, property, and sales tax that can be included each year as an itemized federal deduction. This action caused some Iowa property taxpayers to pay the second half of their FY 2018 property tax bill (due in March 2018) before the end of calendar year 2017. As a consequence, those taxpayers will have higher property tax deductions for tax year 2017 than would otherwise be the case. As a further consequence, the itemized State income tax deductions of those taxpayers will be lower by the same amount for tax year 2018. The estimated General Fund impacts of are:

- FY 2018 \$-4.8 million
- FY 2019 \$+4.8 million

The Department has not completed work on several other impact estimates. Those include:

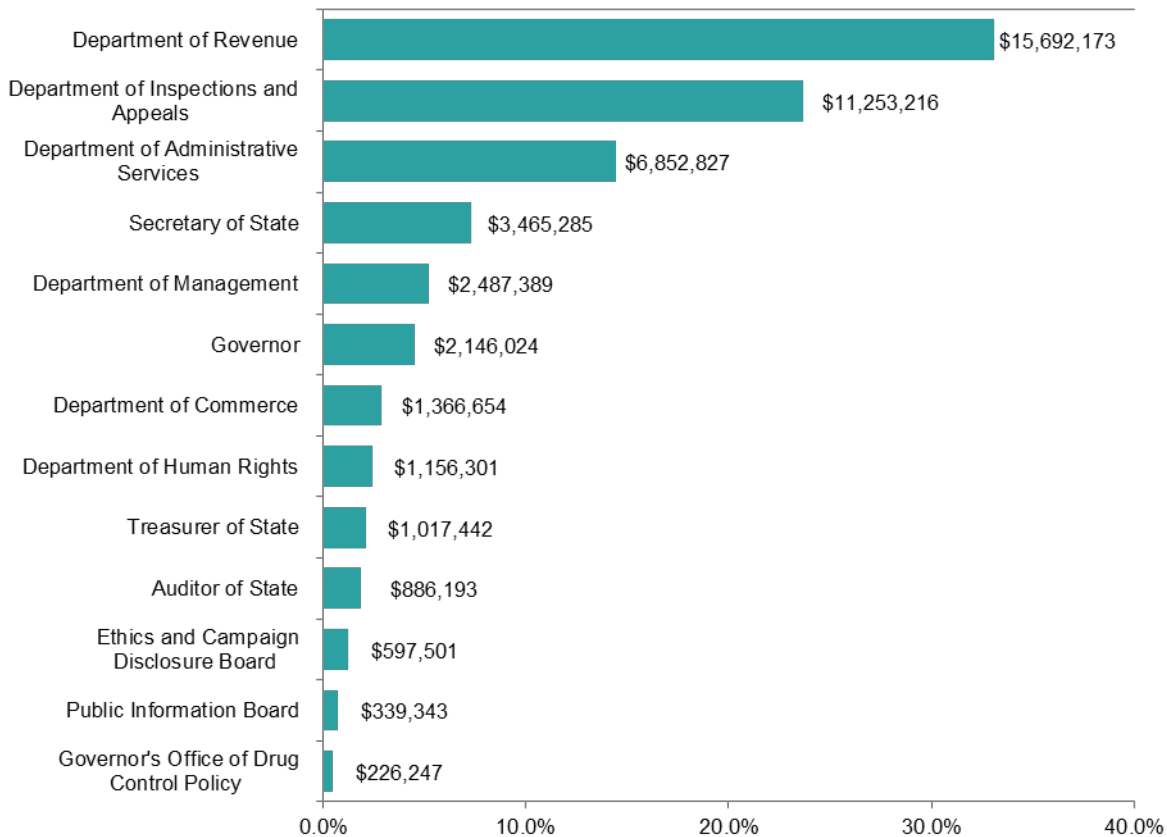
- Impacts of changes to the rates and taxable income calculations for corporate taxpayers (C-corps). These impacts are also expected to be positive for Iowa revenue.
- Impacts of behavioral changes. The new federal legislation was enacted December 22, 2017, and the tax year for most taxpayers ends December 31. This establishes a situation where taxpayers could make income and deduction changes that would produce positive federal tax benefits across two tax years. Some taxpayers are expected to use that opportunity to delay income until tax year

2018, and to accelerate tax deductions to tax year 2017. These behavior changes will generally decrease Iowa FY 2018 revenue and increase FY 2019 revenue.

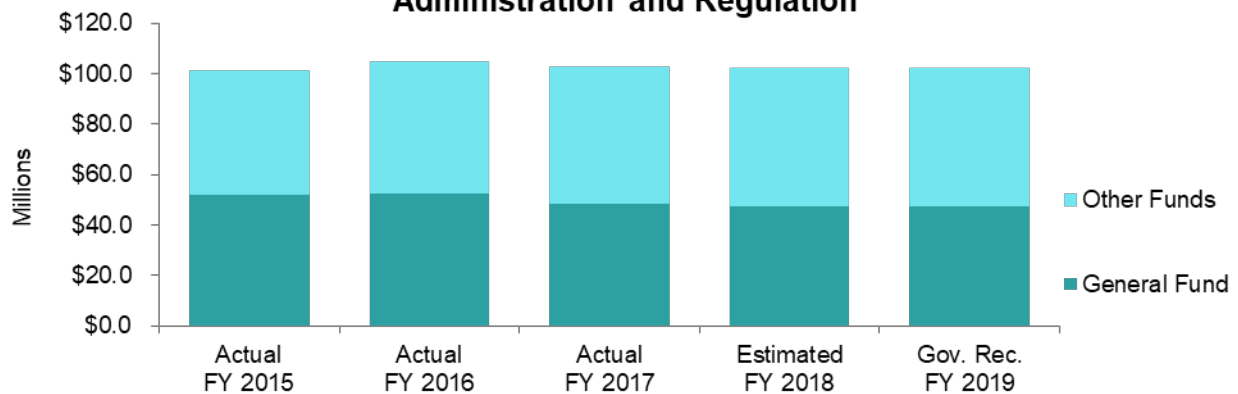
- Impacts of conforming Iowa tax law with the federal changes. Iowa tax law does not generally conform or couple automatically with federal changes. The decision to conform Iowa law is up to the General Assembly. The Department is working to develop estimates for the Legislature to use in the coupling decision-making process.

LSA Staff Contact: Jeff Robinson (515.281.4614) jeff.robinson@legis.iowa.gov

**FY 2019 General Fund Governor's Recommendations
Total: \$47,486,595**



**Five-Year Funding History by Appropriations Subcommittee —
Administration and Regulation**

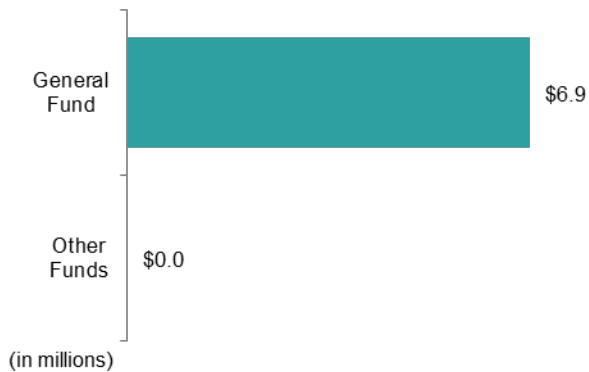


DEPARTMENT OF ADMINISTRATIVE SERVICES

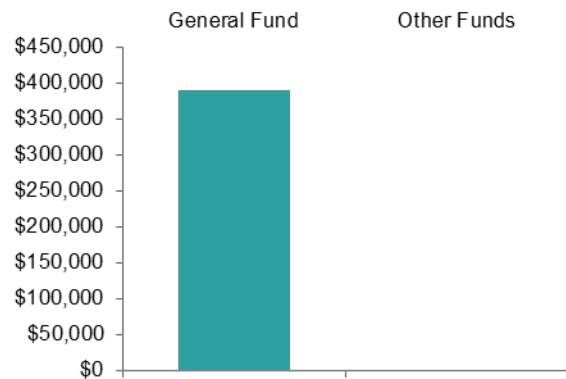
Overview and Funding History

Agency Overview: The [Department of Administrative Services](#) (DAS) was established on July 1, 2003, by combining all or a portion of four existing State agencies (General Services, Revenue and Finance, Personnel, and Information Technology). Currently, the DAS consists of four enterprises providing corporate-level facility and business services to other agencies of State government, and a Core/Finance Operations Division responsible for the internal administration of the Department. The four enterprises are the General Services Enterprise (GSE), Human Resources Enterprise (HRE), Central Procurement and Fleet Services Enterprise (CPFSE), and State Accounting Enterprise (SAE). The Information Technology Enterprise (ITE) was moved out of the DAS to create the independent Office of the Chief Information Officer (OCIO) in FY 2015.

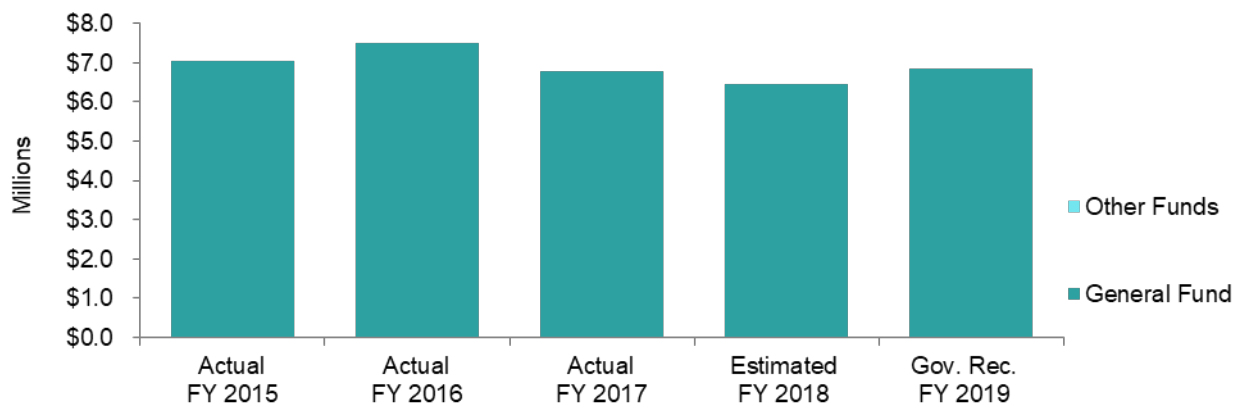
FY 2019 Governor's Recommendations Total: \$6,852,827



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Administrative Services, Department of				
Administrative Services				
Operations	\$ 3,872,647	\$ 3,629,496	\$ 3,566,936	\$ -62,560
Utilities	2,509,649	2,447,360	2,899,231	451,871
Terrace Hill Operations	385,933	386,660	386,660	0
Total Administrative Services, Department of	\$ 6,768,229	\$ 6,463,516	\$ 6,852,827	\$ 389,311

Governor's Recommendations FY 2019 – Significant Changes

Operations – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 deappropriation.	\$ -62,560
Utilities – An increase to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 deappropriation.	\$ 451,871

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's FY 2018 budget adjustment for the Department of Administrative Services totals \$389,311. The Governor is recommending that a decrease of \$62,560 in funding be implemented in the Operations line item of the Department's budget appropriation. More information on how the reduction will be achieved will be provided once available.

The Governor is also recommending an increase of \$451,871 be implemented in the Utilities line item of the Department's budget. This increase is intended to cover the expected FY 2018 shortfall of utility costs (electricity, water, and natural gas) on the Capitol Complex, Terrace Hill, and the laboratory buildings in Ankeny.

Utility Rate Costs – The DAS utilities are funded through a General Fund appropriation to cover utility costs for the Capitol Complex, Terrace Hill, and the laboratory buildings in Ankeny. In FY 2016, the DAS received a supplemental appropriation totaling \$450,000 ([SF 2109](#), FY 2016 Supplemental Appropriations Act). At the 2017 Governor's Budget Hearing, DAS Director Janet Phipps stated that the Department is expecting a shortfall in Utilities funding of approximately \$450,000 at the close of FY 2018.

FY 2018 and FY 2019 DAS Service Rate Increases – The Customer Council met on July 19, 2017, and adopted the following rate changes for FY 2018, FY 2019, and FY 2020.

Action taken on the previously approved FY 2018 and FY 2019 rates:

- Reduce the FY 2018 rate for Capitol Complex Association/Iowa Labs Association fees from \$6 per square foot to \$5.75 per square foot. The DAS is aware of customer agency budget constraints and the need to provide routine maintenance on the Capitol Complex and at the Iowa Laboratories Facility in Ankeny, so a more gradual rate increase has been proposed and adopted for FY 2018 through FY 2020.
- Reduce the FY 2019 rate for Capitol Complex/Iowa Labs Association fees from \$6.25 per square foot to \$6 per square foot. The DAS is aware of customer agency budget constraints and the need to provide routine maintenance on the Capitol Complex and at the Iowa Laboratories Facility in Ankeny, so a more gradual rate increase has been proposed and adopted for FY 2017 through FY 2019.

Approved rate increases for FY 2019 and FY 2020:

- Increase the FY 2019 rate for Capitol Complex Association fees and Iowa Labs Association fees from \$5.75 per square foot to \$6 per square foot.
- Increase the FY 2020 rate for Capitol Complex Association fees and the Iowa Labs Association fees from \$6 per square foot to \$6.25 per square foot.

All other rate methodologies for DAS services remain at a status quo level for FY 2019.

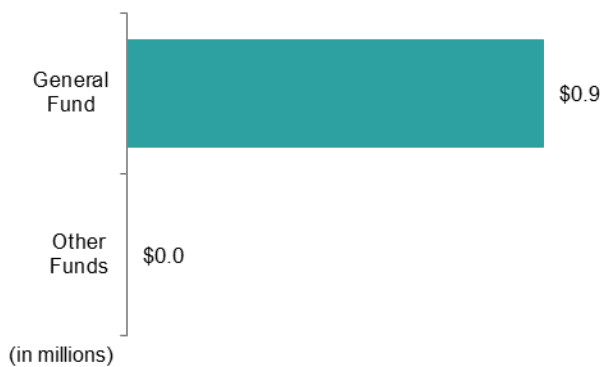
Additional Information. More information is available through the [2017 Iowa DAS Utility Services Business Plan and Agency Impact Statements](#). The Business Plan provides brief descriptions of all DAS utility services and methodologies that were reviewed and approved by the Customer Council. Additional information is available on the website: das.iowa.gov/das-core/das-customer-council.

AUDITOR OF STATE

Overview and Funding History

Agency Overview: The position of [Auditor of State](#) was created in 1857 by [Article IV, Section 22](#) of the Iowa Constitution. The Auditor is elected by popular vote and serves a four-year term. The duties of the Auditor's Office are spelled out in Iowa Code chapter [11](#). The mission of the Office of the Auditor of State is to benefit all citizens of Iowa by providing independent audit, review, and other technical services to State and local governments to ensure the objective, economical, and businesslike conduct of public activities in an objective, accountable manner. The Auditor's Office provides independent audits of the financial operations of State and local governments. The Office also reviews government activities to ensure they are conducted in an effective, efficient, and legal manner.

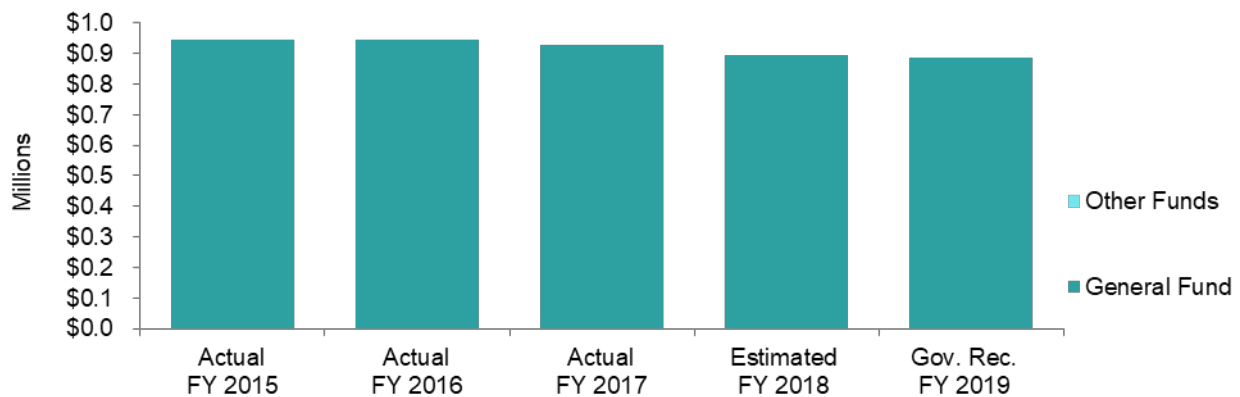
FY 2019 Governor's Recommendations Total: \$886,193



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Auditor of State				
Auditor of State				
Auditor of State - General Office	\$ 929,617	\$ 894,255	\$ 886,193	\$ -8,062
Total Auditor of State	\$ 929,617	\$ 894,255	\$ 886,193	\$ -8,062

Governor's Recommendations FY 2019 – Significant Changes

General Office – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 deappropriation.	\$ -8,062
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Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's FY 2018 budget adjustment for the Auditor of State totals \$8,062. The Governor is allowing the Office discretion as to how the reduction will be implemented. More information on how the reduction will be achieved will be provided once available.

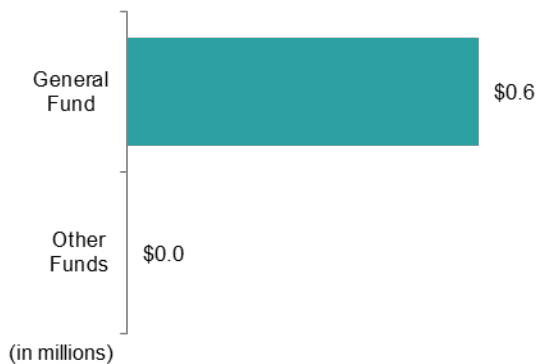
Fee Revenue – The Office's primary source of funding comes from billing State agencies, local governments, and other entities pursuant to Iowa Code sections [11.5B](#), [11.6](#), and [11.24](#). Over the past several years, the number of audits of small, local government entities has steadily increased. Currently, if a local government or other interested party petitions for and approves an audit, the Auditor must comply with the request, whether or not the entity can be billed for audit services provided. The Subcommittee may be interested in how the Office addresses the challenges of increased audit requests, as well as time and budgetary constraints.

ETHICS AND CAMPAIGN DISCLOSURE BOARD

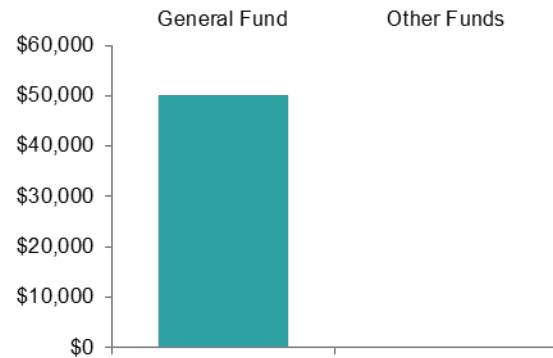
Overview and Funding History

Agency Overview: The [Iowa Ethics and Campaign Disclosure Board](#) administers and enforces the State campaign, lobbying, and ethics laws. The Board also reports on all gifts and bequests received by an Executive Branch agency other than a Regents university, as specified in Iowa Code section [8.7](#).

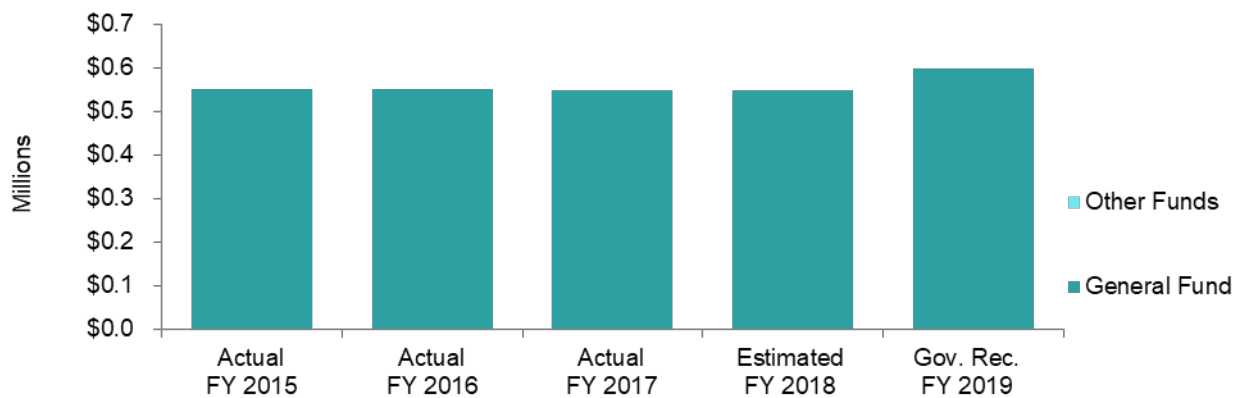
FY 2019 Governor's Recommendations Total: \$597,501



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Ethics and Campaign Disclosure Board, Iowa				
Campaign Finance Disclosure				
Ethics & Campaign Disclosure Board	\$ 547,501	\$ 547,501	\$ 597,501	\$ 50,000
Total Ethics and Campaign Disclosure Board, Iowa	\$ 547,501	\$ 547,501	\$ 597,501	\$ 50,000

Governor's Recommendations FY 2019 – Significant Changes

Ethics & Campaign Disclosure Board – An increase to restore the Board staffing level to six full-time employees.	\$50,000
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Discussion Items

New Electronic Filing System and Ethics Training – A 2016 mandate requires all campaign disclosure and report filing to be done electronically. At this time, the Board is working with the Office of the Chief Information Officer (OCIO) to gather and draft the technological requirements for a more user-friendly online filing system. The Subcommittee may be interested in an update on the drafting process, cost estimates, and technological upgrades and changes needed to continue to reduce paper filings.

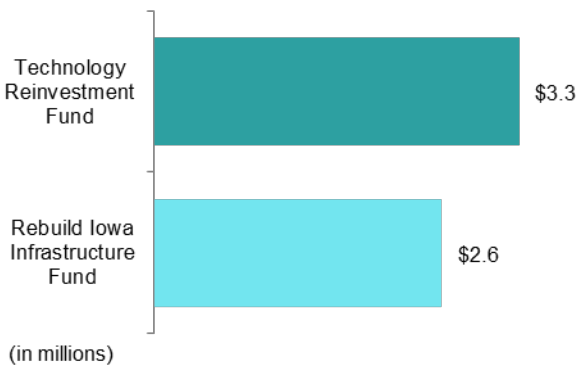
The Board also seeks to provide on-demand electronic ethics training for Executive Branch employees and officials. If successful, the Board will expand the ethics training to include campaign finance.

OFFICE OF THE CHIEF INFORMATION OFFICER

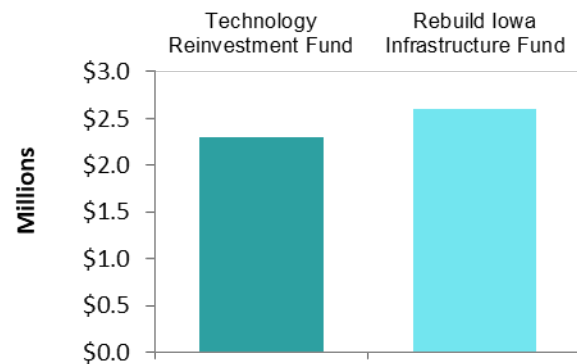
Overview and Funding History

Agency Overview: The Office of the Chief Information Officer (OCIO) was transferred from the DAS to become a separate department by [SF 396](#) (Government Efficiency Act), enacted during the 2013 Legislative Session. The Chief Information Officer is appointed by and serves at the pleasure of the Governor and is subject to confirmation by the Senate. The OCIO was created for the purpose of leading, directing, managing, coordinating, and providing accountability for the information technology resources of State government and to provide objective, customer-focused information technology services and business solutions. Some of the Chief Information Officer's responsibilities are to prescribe and adopt information technology standards and rules, advise the Governor on issues related to information technology, consult and work with all governmental entities to achieve the information technology goals established by the OCIO, and develop systems and methodologies to review, evaluate, and prioritize information technology projects.

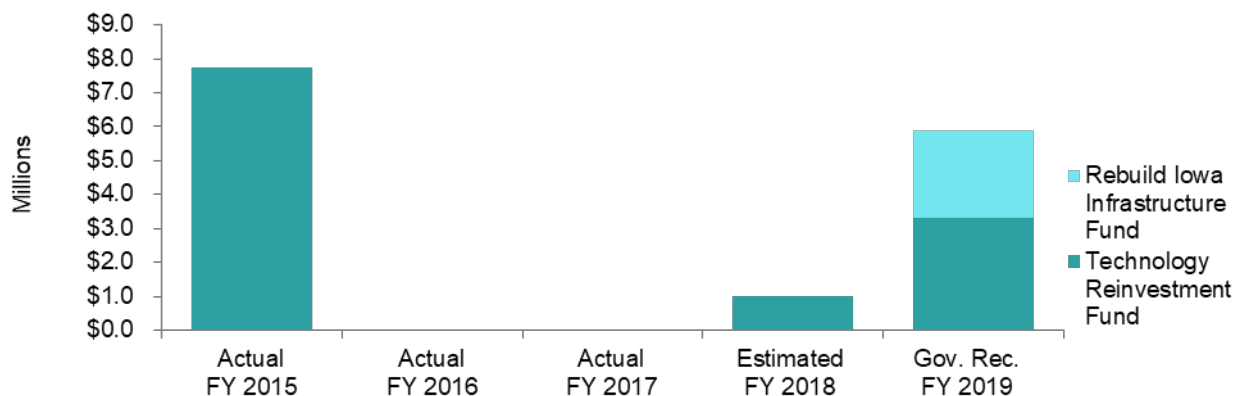
FY 2019 Governor's Recommendations Total: \$5,900,000



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



Governor's Recommendations FY 2019 – Significant Changes

IT Consolidation – An appropriation from the Transportation, Infrastructure, and Capitals Appropriation Subcommittee of \$3,300,000 from the Technology Reinvestment Fund for FY 2019 for technology projects and IT consolidation. This is an increase of \$2,300,000 compared to estimated FY 2018.	\$ 3,300,000
Broadband – An appropriation from the Transportation, Infrastructure, and Capitals Appropriations Subcommittee of \$2,600,000 from the Rebuild Iowa Infrastructure Fund (RIIF) for broadband expansion grants. This is an increase of \$2,600,000 compared to estimated FY 2018.	\$ 2,600,000

Discussion Item

Cybersecurity – In October 2017, the OCIO held a grand opening for a new Security Operations Center. As cybersecurity and technological awareness continue to be among the primary efforts of the OCIO, the Subcommittee may want an update on any initiatives the Office is taking to protect Iowans from cyber attacks and other Internet-based threats.

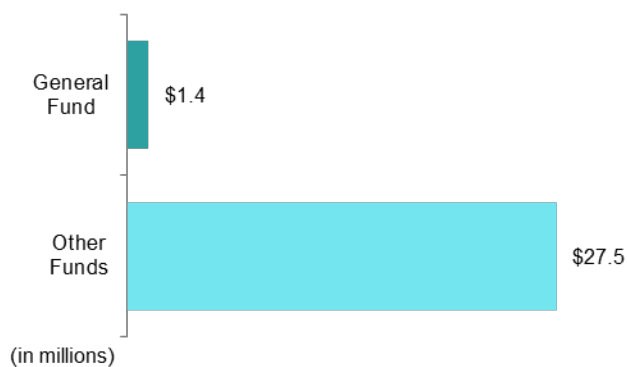
DEPARTMENT OF COMMERCE

Overview and Funding History

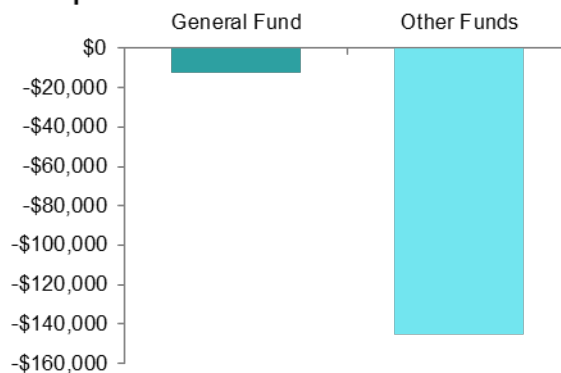
Agency Overview: The [Department of Commerce](#) is comprised of five divisions: the Alcoholic Beverages Division (IABD), the Division of Banking (DOB), the Credit Union Division (CUD), the Insurance Division (IID), and the Utilities Board (IUB). The Professional Licensing and Regulation Bureau is attached to the Banking Division. Each Division is responsible for regulation of an industry or a group of industries. Each Division's budget is prepared independently and then combined with the other Divisions' budgets for submission to the Governor and General Assembly for consideration.

FY 2019 Governor's Recommendations

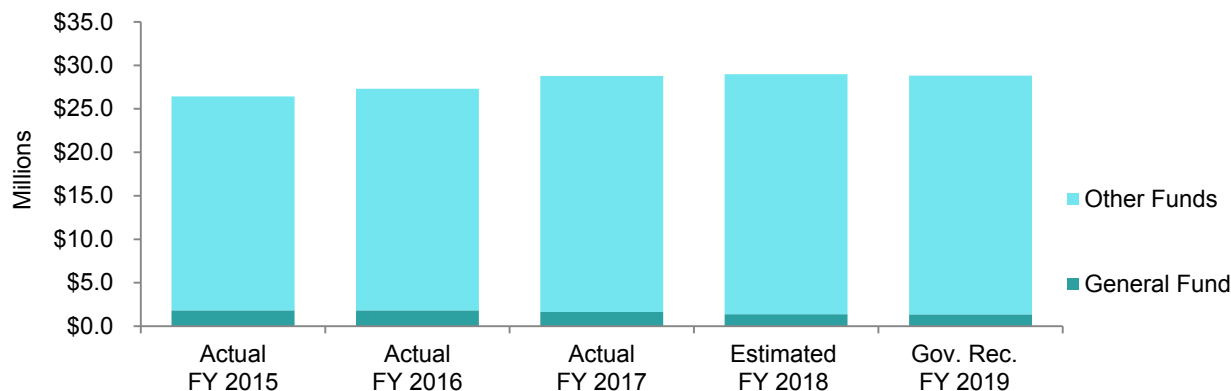
Total: \$28,825,299



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Commerce, Department of				
Alcoholic Beverages				
Alcoholic Beverages Operations	\$ 1,201,153	\$ 1,005,461	\$ 996,391	\$ -9,070
Professional Licensing and Reg.				
Professional Licensing Bureau	\$ 443,655	\$ 373,626	\$ 370,263	\$ -3,363
Total Commerce, Department of	\$ 1,644,808	\$ 1,379,087	\$ 1,366,654	\$ -12,433

Governor's Recommendations FY 2019 – Significant Changes

Alcoholic Beverages Operations – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reduction.	\$-9,070
Professional Licensing Bureau – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reduction.	\$-3,363

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Commerce, Department of				
Banking Division				
Banking Division - CMRF	\$ 10,499,790	\$ 11,145,778	\$ 11,145,778	\$ 0
Credit Union Division				
Credit Union Division - CMRF	\$ 1,869,256	\$ 1,869,256	\$ 2,204,256	\$ 335,000
Insurance Division				
Insurance Division - CMRF	\$ 5,485,889	\$ 5,485,889	\$ 5,485,889	\$ 0
Utilities Division				
Utilities Division - CMRF	\$ 9,210,405	\$ 9,040,405	\$ 8,560,405	\$ -480,000
Professional Licensing and Reg.				
Field Auditor - Housing Trust Fund	\$ 62,317	\$ 62,317	\$ 62,317	\$ 0
Total Commerce, Department of	\$ 27,127,657	\$ 27,603,645	\$ 27,458,645	\$ -145,000

Governor's Recommendations FY 2019 – Significant Changes

Credit Union Division – An increase to hire a Credit Union Examiner and for the first phase of a mainframe system upgrade.	\$335,000
Utilities Division – A decrease of one-time funding for research and development for an energy security project in FY 2018.	\$-480,000

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's FY 2018 budget adjustment for the Department of Commerce is a decrease of \$12,433. The Governor is allowing the Office discretion as to how the reduction will be implemented. More information on how the Department will achieve this reduction will be provided once available.

FY 2019 Commerce Revolving Fund Appropriations – The Governor is recommending the following changes to the Department of Commerce's Commerce Revolving Fund appropriation:

- An increase of \$335,000 for the Credit Union Division, for the following: \$80,000 for one Credit Union Examiner FTE position and \$255,000 for the first phase of a mainframe system upgrade.
- A decrease of \$480,000 for the Utilities Division due to one-time funding for research and development for an energy security project in FY 2018.

Staff Turnover – The Banking, Credit Union, Insurance, and Utilities Divisions are experiencing difficulties retaining younger professional staff members at the current pay levels. After gaining a few years of experience, younger staff members are hired by private sector firms offering higher salaries. The situation is aggravated by retirements of senior staff members. The Division of Banking has hired 10 new full-time employees, and five of these new employees are replacing retirees.

Federal and State Charter Bank Conversion – [Senate File 2314](#) (FY 2017 Administration and Regulation Appropriations Act) provided the Division of Banking with increased spending authority for the purpose of regulating federally chartered banks that convert to State-chartered banks. The Subcommittee may be interested in an update on the current trend of federal-to-State charter bank conversion and how the Division has been affected by these changes.

Alcoholic Distribution and Licensing Reform – During the 2017 interim, the IABD commissioned and completed a study on the current state of the alcoholic beverage distribution industry in Iowa. Results of the study have led the Division to conclude that due to the increasing number of alcohol sale and delivery points, a change in the distribution process is necessary to continue to provide efficient and timely service. The IABD is currently working with the DAS to review proposals for the creation of a public/private partnership in alcohol distribution across the State. The Subcommittee may be interested in an update on the request for proposals process, as well as on potential staffing and revenue changes the IABD may experience as a result of a new distribution process.

The Division is also working to streamline the licensing process for alcohol retailers, and started holding public forums across the State during the fall of 2017.

OFFICE OF GOVERNOR AND LIEUTENANT GOVERNOR

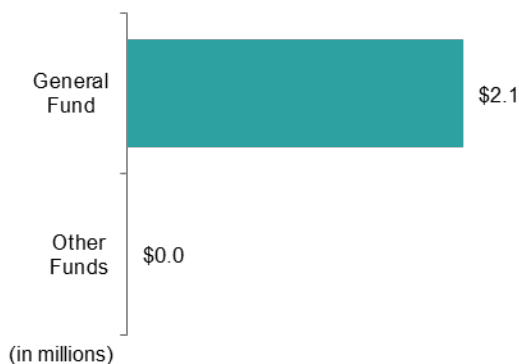
Overview and Funding History

Agency Overview: The position of [State Governor](#) was created in 1857 by [Article IV, Section 1](#) of the Iowa Constitution. The Governor is elected by a statewide popular vote and serves a four-year term. The duties and responsibilities of the Office are specified in Iowa Code chapter [7](#). The Governor's Office is responsible for managing the Executive Branch and implementing policies and programs in accordance with State law.

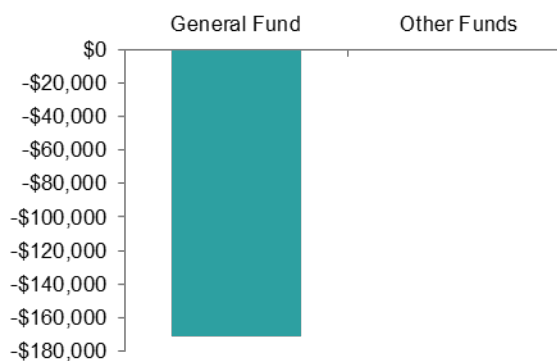
The functions funded by the Terrace Hill Quarters appropriation consist of the following:

- Staffing and expenses of the overall operation of Terrace Hill National Historic Landmark and Iowa Governor's Residence.
- Daily food preparation and housekeeping services for the Governor and the Governor's family.
- Maintenance of the grounds by the DAS.

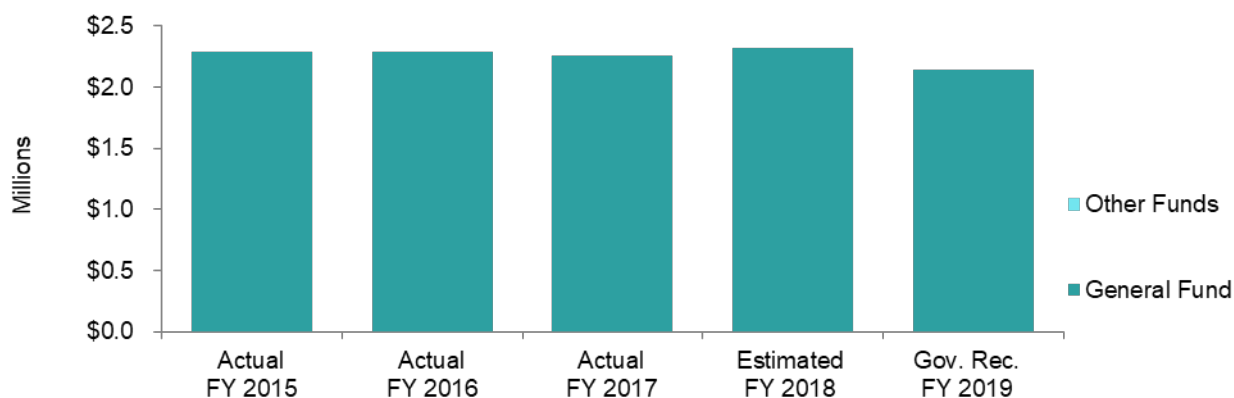
FY 2019 Governor's Recommendations Total: \$2,146,024



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Governor/Lt. Governor's Office				
Governor's Office				
Presidential Electors	\$ 651	\$ 0	\$ 0	\$ 0
Governor/Lt. Governor's Office	2,160,842	2,074,842	2,053,954	-20,888
Terrace Hill Quarters	92,631	92,070	92,070	0
Governor's Office Transition	0	150,000	0	-150,000
Total Governor/Lt. Governor's Office	\$ 2,254,124	\$ 2,316,912	\$ 2,146,024	\$ -170,888

Governor's Recommendations FY 2019 – Significant Changes

Governor/Lt. Governor's Office – A decrease in funding to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 deappropriation.	\$ -20,888
Governor's Office Transition – A decrease in funding to reflect the removal of one-time gubernatorial transition funds that are no longer needed in FY 2019.	\$ -150,000

Discussion Item

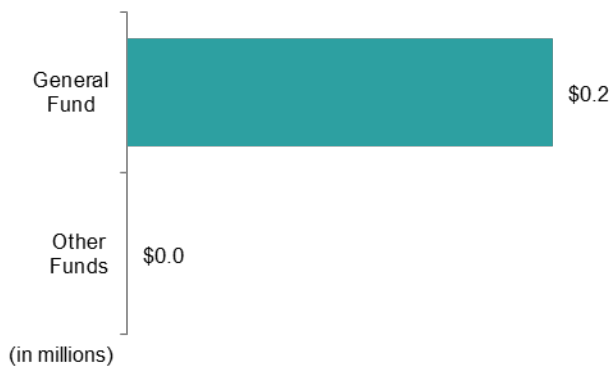
FY 2018 Governor's Budget Adjustment – The Governor's FY 2018 budget adjustment for the Governor/Lt. Governor's Office totals \$20,888. The Governor is allowing the Office discretion as to how the reduction will be implemented. More information on how the reduction will be achieved will be provided once available.

GOVERNOR'S OFFICE OF DRUG CONTROL POLICY

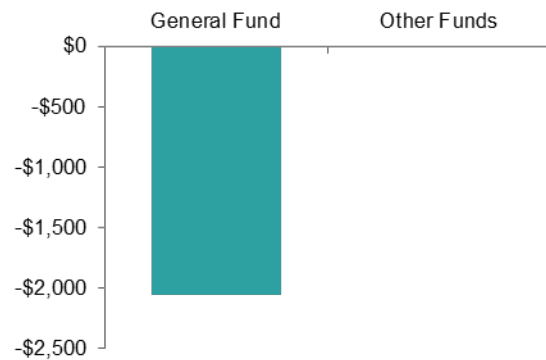
Overview and Funding History

Agency Overview: The [Governor's Office of Drug Control Policy](#) (ODCP) coordinates agencies and stakeholders involved with drug enforcement and substance abuse treatment and prevention. The ODCP creates the drug control policy and strategy for the State and identifies, pursues, and administers federal and other grants.

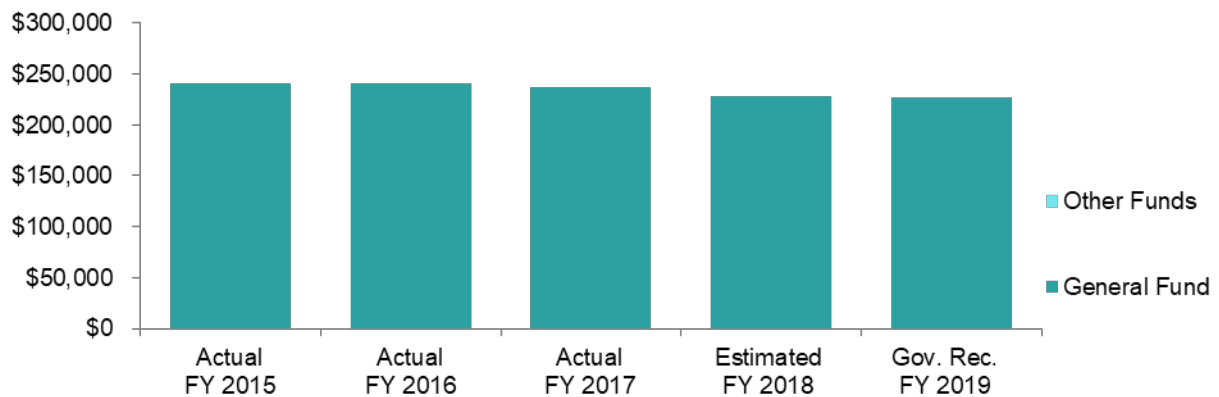
FY 2019 Governor's Recommendations Total: \$226,247



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Drug Control Policy, Governor's Office of				
Office of Drug Control Policy				
Operations	\$ 237,333	\$ 228,305	\$ 226,247	\$ -2,058
Total Drug Control Policy, Governor's Office of	\$ 237,333	\$ 228,305	\$ 226,247	\$ -2,058

Governor's Recommendations FY 2019 – Significant Changes

Operations – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reduction.	\$ -2,058
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Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's FY 2018 budget adjustment for the Governor's Office of Drug Control Policy is a decrease of \$2,058. The Governor is allowing the Office discretion as to how the reduction will be implemented. More information on how the reduction will be achieved will be provided once available.

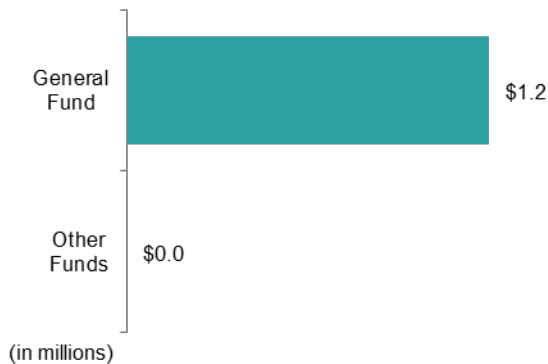
Heroin and Opioid Epidemic – According to the ODCP, three out of every four habitual heroin users initiate their heroin addiction by abusing prescription opioid medication. Although the State has seen a decrease in the amount of heroin-related overdose deaths in the last two years, the epidemic remains one of the most prevalent challenges facing law enforcement statewide. The Subcommittee may want an update on what types of prevention and education efforts the Office is utilizing to help reduce the occurrence of drug abuse across the State.

DEPARTMENT OF HUMAN RIGHTS

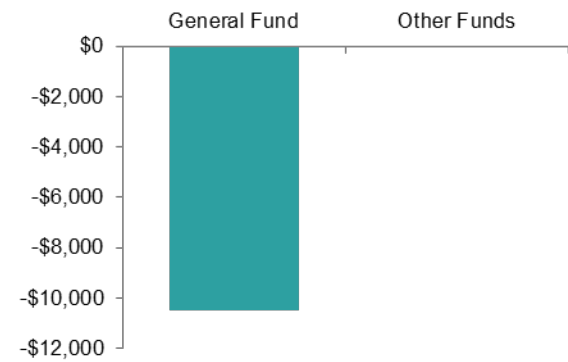
Overview and Funding History

Agency Overview: The [Iowa Department of Human Rights](#) (DHR) is comprised of the Central Administration and three major divisions: Community Advocacy and Services, Community Action Agencies, and Criminal and Juvenile Justice Planning. The Community Advocacy and Services Division is comprised of seven offices that promote self-sufficiency for individuals by providing training and educating the public, developing public and private partnerships, and advocating and advancing the interest of the constituencies they serve. The seven offices are the Offices of Asian and Pacific Islander Affairs, Deaf Services, Latino Affairs, Native American Affairs, Persons with Disabilities, the Status of African Americans, and the Status of Women.

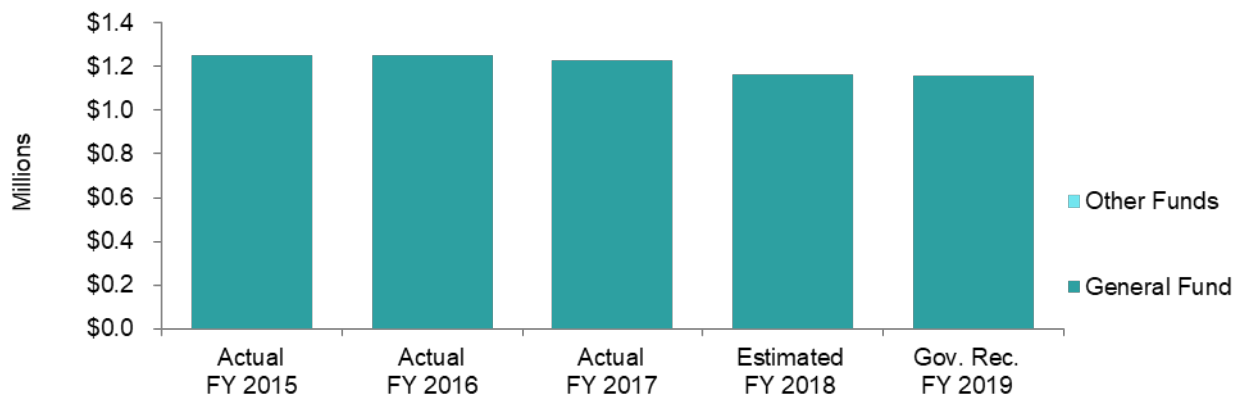
FY 2019 Governor's Recommendations Total: \$1,156,301



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Human Rights, Department of				
Human Rights, Dept. of				
Central Administration	\$ 211,824	\$ 201,233	\$ 199,418	\$ -1,815
Community Advocacy and Services	1,016,404	965,584	956,883	-8,701
Total Human Rights, Department of	\$ 1,228,228	\$ 1,166,817	\$ 1,156,301	\$ -10,516

Governor's Recommendations FY 2019 – Significant Changes

Central Administration – A decrease to the FY 2019 appropriation to revise the FY 2018 budget adjustment.	\$ -1,815
Community Advocacy and Services – A decrease to the FY 2019 appropriation to revise the FY 2018 budget adjustment.	\$ -8,701

Discussion Items

FY 2018 Governor's Budget Adjustment – FY 2018 Governor's Budget Adjustment – The Governor's FY 2018 budget adjustment for the Department of Human Rights is a decrease of \$21,228. The Governor is allowing the Department discretion as to how the reduction will be implemented. More information on how the reduction will be achieved will be provided once available.

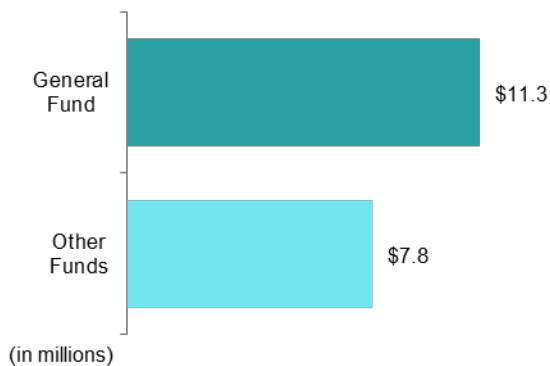
Iowa Justice Data Warehouse Application - The Iowa Justice Data Warehouse, a central repository of justice statistics, is planning to provide a Web-based application, Easy Access, which will be used to share aggregate adult and juvenile criminal justice data with the public. The Criminal Juvenile Justice Planning Division is under the purview of the Justice System Appropriations Subcommittee.

DEPARTMENT OF INSPECTIONS AND APPEALS

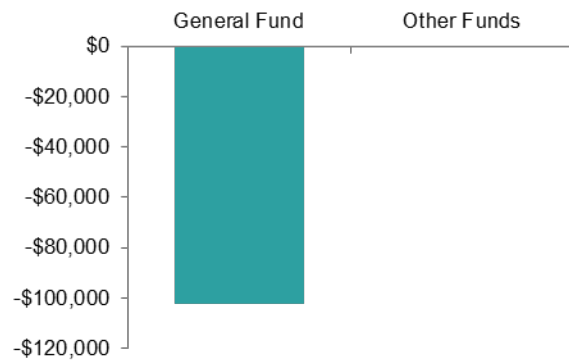
Overview and Funding History

Agency Overview: The [Department of Inspections and Appeals](#) (DIA) is a regulatory agency charged with protecting the health, safety, and well-being of Iowans. The DIA consists of four major divisions: the Administration Division, the Administrative Hearings Division, the Health Facilities Division, and the Investigations Division. The Food and Consumer Safety Bureau, Social and Charitable Gambling Unit, and Targeted Small Business (TSB) Certification Program are located in the Administration Division. The DIA also includes five administrative units: the Child Advocacy Board, the Employment Appeal Board, the Hospital Licensing Board, the Iowa Racing and Gaming Commission, and the State Public Defender. The State Public Defender is funded through the Justice System Appropriations Subcommittee and is not discussed in this section.

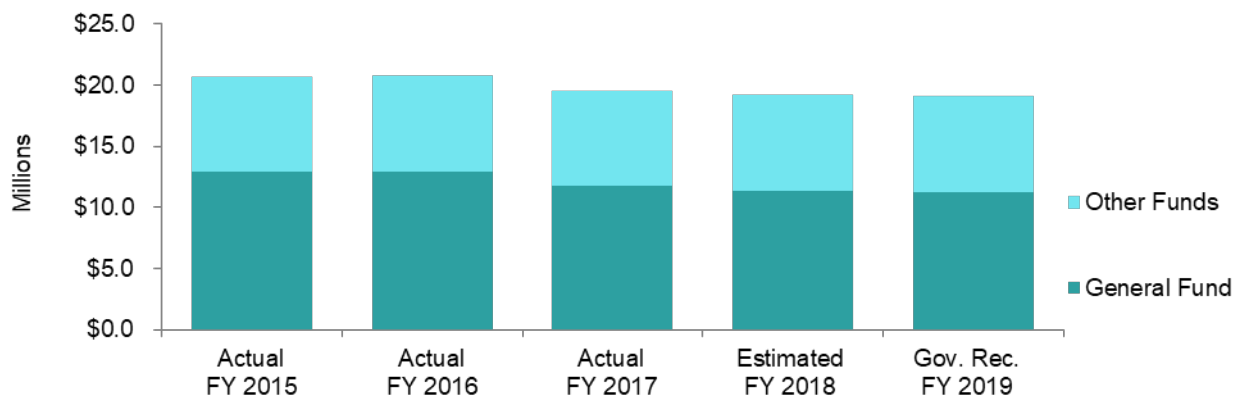
FY 2019 Governor's Recommendations Total: \$19,071,612



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Inspections and Appeals, Department of</u>				
Inspections and Appeals, Dept. of				
Administration Division	\$ 524,632	\$ 516,234	\$ 511,559	\$ -4,675
Administrative Hearings Division	653,276	631,520	625,808	-5,712
Investigations Division	2,475,820	2,393,368	2,371,799	-21,569
Health Facilities Division	4,899,541	4,727,300	4,684,724	-42,576
Employment Appeal Board	40,619	39,266	38,912	-354
Child Advocacy Board	2,578,968	2,493,081	2,470,615	-22,466
Food and Consumer Safety	573,934	554,821	549,799	-5,022
Total Inspections and Appeals, Department of	\$ 11,746,790	\$ 11,355,590	\$ 11,253,216	\$ -102,374

Governor's Recommendations FY 2019 – Significant Changes

Administration Division – A decrease to update the base to the Governor's recommended FY 2018 revised level.	\$ -4,675
Administrative Hearings Division – A decrease to update the base to the Governor's recommended FY 2018 revised level.	\$ -5,712
Investigations Division – A decrease to update the base to the Governor's recommended FY 2018 revised level.	\$ -21,569
Health Facilities Division – A decrease to update the base to the Governor's recommended FY 2018 revised level.	\$ -42,576
Employment Appeal Board – A decrease to update the base to the Governor's recommended FY 2018 revised level.	\$ -354
Child Advocacy Board – A decrease to update the base to the Governor's recommended FY 2018 revised level.	\$ -22,466
Food and Consumer Safety – A decrease to update the base to the Governor's recommended FY 2018 revised level.	\$ -5,022

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Inspections and Appeals, Department of</u>				
Inspections and Appeals, Dept. of				
DIA - RUTF	\$ 1,623,897	\$ 1,623,897	\$ 1,623,897	\$ 0
Racing Commission				
Gaming Regulation (Riverboat) - GRF	\$ 6,194,499	\$ 6,194,499	\$ 6,194,499	\$ 0
Total Inspections and Appeals, Department of	\$ 7,818,396	\$ 7,818,396	\$ 7,818,396	\$ 0

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's FY 2018 budget adjustment for the Department of Inspections and Appeals is a reduction of \$102,374. The Governor is allowing the Office discretion as to how the reduction will be implemented. More information on how the reduction will be achieved will be provided once available.

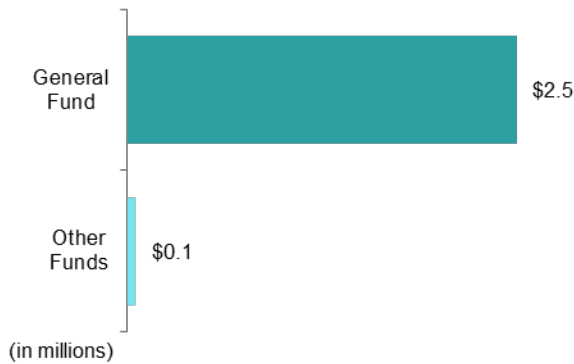
Sports Betting – In anticipation of a U.S. Supreme Court ruling on [*Christie vs. National Collegiate Athletic Association*](#) in the spring or early summer of 2018, national discussion has turned to the legalization of sports betting as a form of gambling. The Subcommittee may be interested in discussing what potential legal, fiscal, and social effects the legalization of sports betting would have on the regulatory duties of the Racing and Gaming Commission and Iowa's current gaming industry.

DEPARTMENT OF MANAGEMENT

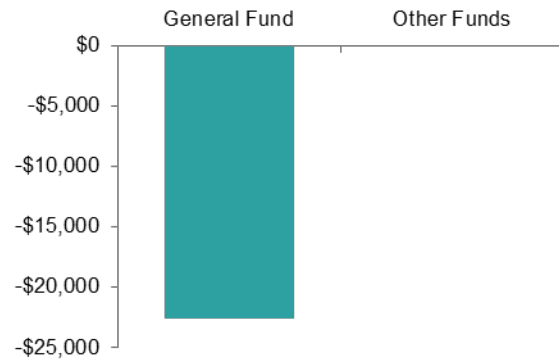
Overview and Funding History

Agency Overview: The [Department of Management](#) (DOM) is the planning and budgeting agency within the Executive Branch. The Director of the DOM serves as the Governor's chief financial advisor.

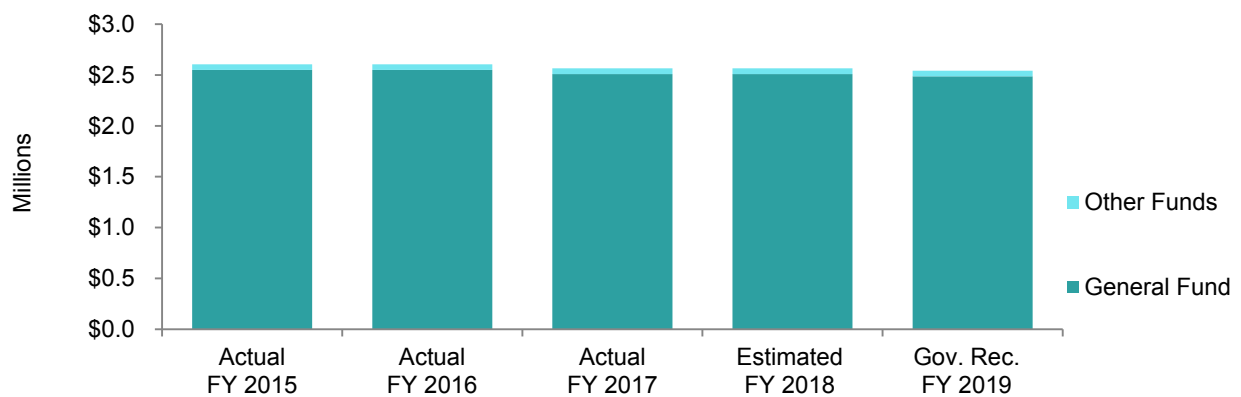
FY 2019 Governor's Recommendations Total: \$2,543,389



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Management, Department of				
Management, Dept. of Department Operations	\$ 2,510,018	\$ 2,510,018	\$ 2,487,389	\$ -22,629
Total Management, Department of	\$ 2,510,018	\$ 2,510,018	\$ 2,487,389	\$ -22,629

Governor's Recommendations FY 2019 – Significant Changes

Operations – A decrease to the FY 2019 appropriation to match the FY 2018 budget adjustment.	\$ -22,629
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Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Management, Department of				
Management, Dept. of DOM Operations - RUTF	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0
Total Management, Department of	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0

Discussion Item

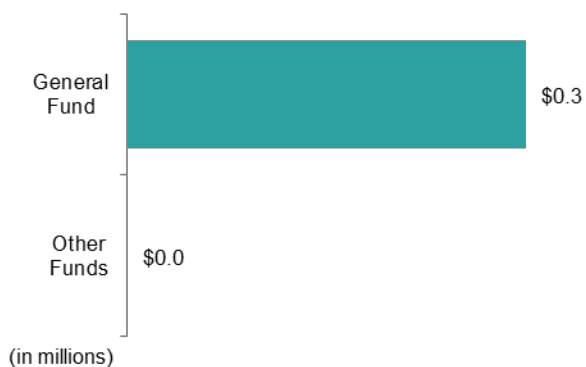
FY 2018 Governor's Budget Adjustment – The Governor's FY 2018 budget adjustment for the Department of Management is a decrease of \$22,629. The Governor is allowing the Office discretion as to how the reduction will be implemented. More information on how the reduction will be achieved will be provided once available.

IOWA PUBLIC INFORMATION BOARD

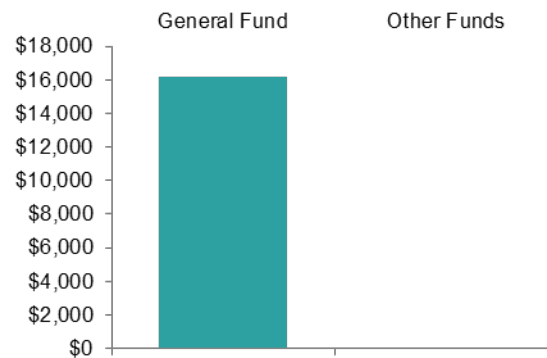
Overview and Funding History

Agency Overview: The [Iowa Public Information Board](#) was created by [SF 430](#) (Public Information Board Act) during the 2012 Legislative Session to provide an alternative for complaint proceedings regarding open meetings and public records laws. The Board consists of nine members appointed by the Governor and confirmed by the Senate. Prior to establishment of the Board, complaints relating to the open meetings and public records laws were handled by different agencies in the State. The Office of Ombudsman handled many of these cases. In addition, some cases were handled by the Attorney General's Office, as well as internally by local entities. The Board began meeting in July 2012 to organize, develop administrative rules, and identify staffing needs and budget requirements. The Board received a General Fund appropriation and became operational in July 2013.

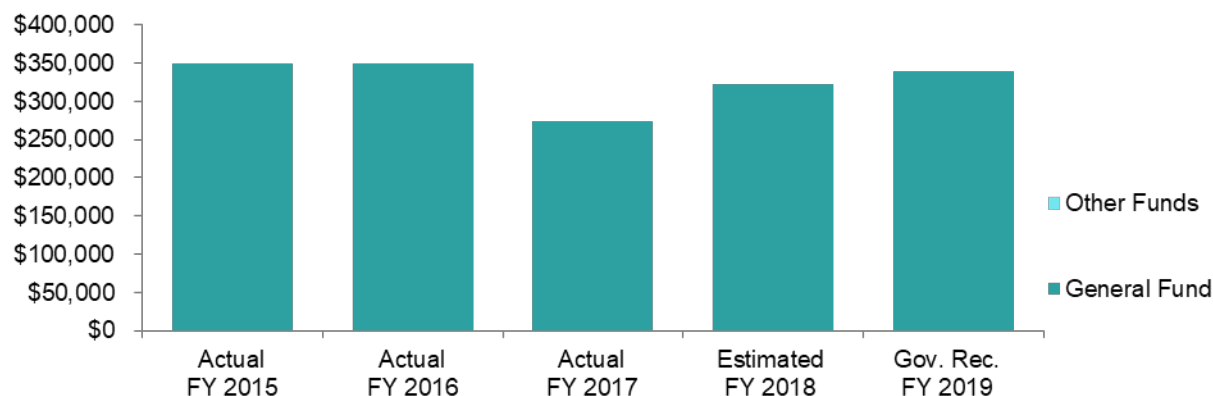
FY 2019 Governor's Recommendations Total: \$339,343



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Public Information Board				
Public Information Board				
Iowa Public Information Board	\$ 273,198	\$ 323,198	\$ 339,343	\$ 16,145
Total Public Information Board	\$ 273,198	\$ 323,198	\$ 339,343	\$ 16,145

Governor's Recommendations FY 2019 – Significant Changes

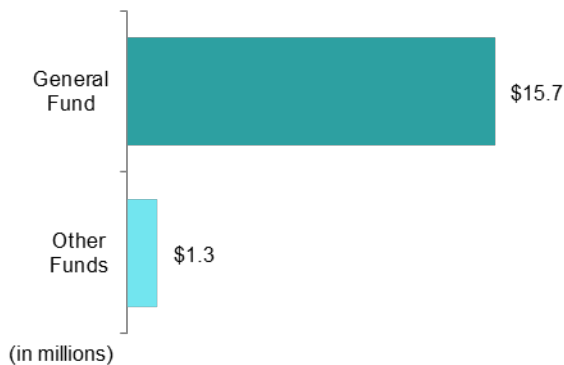
Iowa Public Information Board – An increase to hire in-house legal counsel for the Board.	\$16,145
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DEPARTMENT OF REVENUE

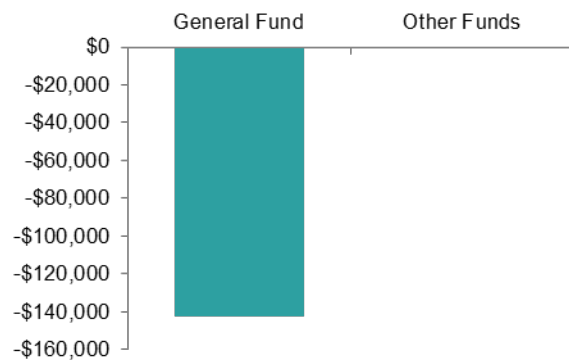
Overview and Funding History

Agency Overview: The [Department of Revenue](#) (IDR) is comprised of five divisions, including: Tax Management, Property Tax, Internal Services, Technology and Information Management, and Tax Policy and Communications. The Department of Revenue collects all taxes in Iowa that are required by law. The Department also provides taxpayers with information that supports tax filing and payments.

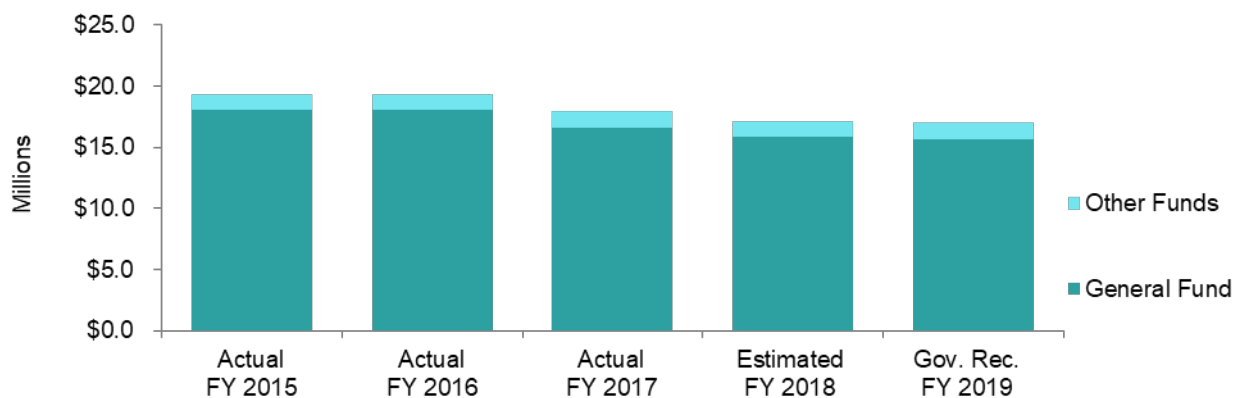
FY 2019 Governor's Recommendations Total: \$16,997,948



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Revenue, Department of				
Revenue, Dept. of				
Printing Cigarette Stamps	\$ 1,382	\$ 124,652	\$ 124,652	\$ 0
Operations	16,588,753	15,692,753	15,549,996	-142,757
Tobacco Reporting Requirements	18,416	17,525	17,525	0
Total Revenue, Department of	\$ 16,608,551	\$ 15,834,930	\$ 15,692,173	\$ -142,757

Governor's Recommendations FY 2019 – Significant Changes

Operations – A decrease to the FY 2019 appropriation to match the FY 2018 budget adjustment.	\$ -142,757
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Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Revenue, Department of				
Revenue, Dept. of				
Motor Fuel Tax Admin - MVFT	\$ 1,305,775	\$ 1,305,775	\$ 1,305,775	\$ 0
Total Revenue, Department of	\$ 1,305,775	\$ 1,305,775	\$ 1,305,775	\$ 0

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's FY 2018 budget adjustment for the Department of Revenue is a decrease of \$142,757. The Governor is allowing the Department discretion as to how the reduction will be implemented.

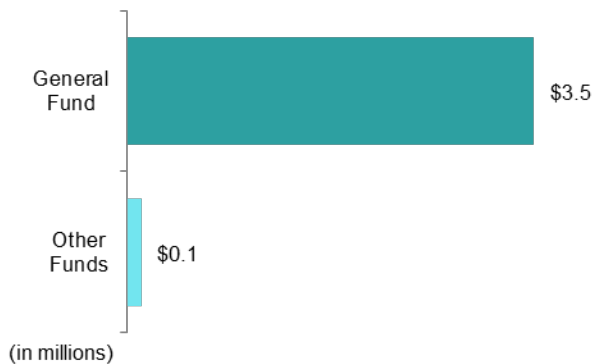
Combating Tax Fraud – As the options to file individual and corporate income taxes online increase, the Department continues to see a rise in the reporting of identity theft and tax fraud. Combating these crimes through increased security measures remains a priority for the Department, and the Subcommittee may want to ask for an update on the Department's efforts to reduce fraud occurrences across the State.

SECRETARY OF STATE

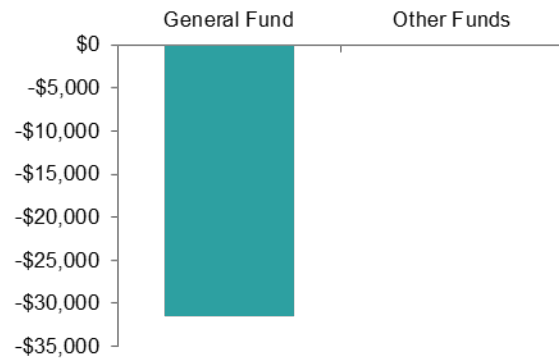
Overview and Funding History

Agency Overview: The Office of the [Secretary of State](#) was created in 1857 in [Article IV, Section 22](#) of the Iowa Constitution. The duties of the Office are spelled out in Iowa Code chapter [9](#). The Office also coordinates and supervises elections and maintains and operates the Voter Registration Program.

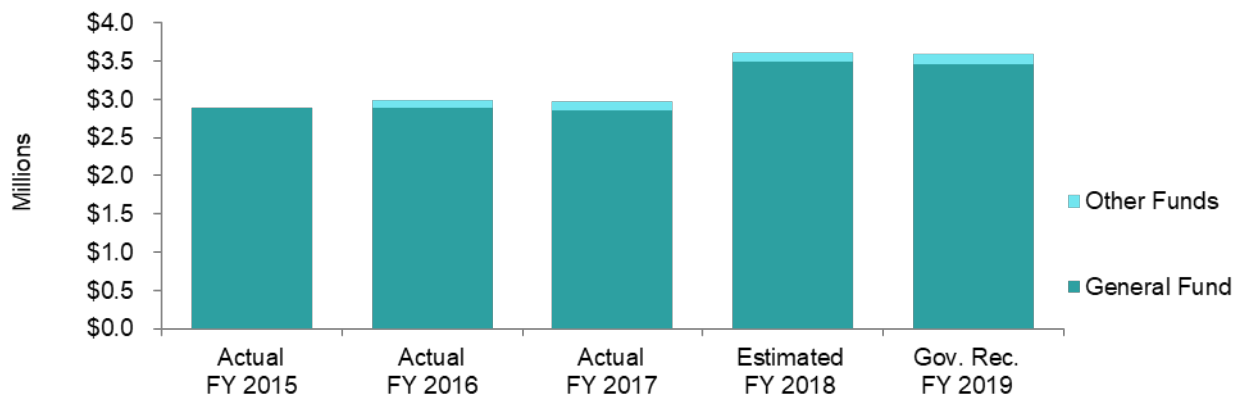
FY 2019 Governor's Recommendations Total: \$3,585,685



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Secretary of State, Office of the				
Secretary of State				
Administration and Elections	\$ 1,425,518	\$ 2,125,518	\$ 2,125,518	\$ 0
Business Services	1,425,518	1,371,292	1,339,767	-31,525
Total Secretary of State, Office of the	\$ 2,851,036	\$ 3,496,810	\$ 3,465,285	\$ -31,525

Governor's Recommendations FY 2019 – Significant Changes

Business Services – A decrease in funding to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 deappropriation.	\$ -31,525
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Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Secretary of State, Office of the				
Secretary of State				
Address Confidentiality Program - ACRF	\$ 120,400	\$ 120,400	\$ 120,400	\$ 0
Total Secretary of State, Office of the	\$ 120,400	\$ 120,400	\$ 120,400	\$ 0

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's FY 2018 budget adjustment for the Office of the Secretary of State is a decrease of \$31,525. The Governor is recommending this decrease in funding be implemented in the Business Services line item of the Office's budget appropriation. More information on how the reduction will be achieved will be provided once available.

Implementation of HF 516 (Secretary of State, Election Integrity Act) – For FY 2018, the General Assembly appropriated an increase of \$700,000 in the Administration and Elections line item under the Secretary of State's budget pursuant to [HF 640](#) (FY 2018 Administration and Regulation Appropriations Act). Language in [SF 516](#) (FY 2018 Standing Appropriations Act) declared that the \$700,000 increase to the Office was sufficient for the implementation of Iowa Code section [48A.10A](#) (relating to voter identification cards) as described in [HF 516](#). As of November 30, 2017, a vendor for printing and mailing voter ID cards has been selected. Diamond Communication Solutions has been chosen to mail an estimated 123,000 cards at a total cost of \$86,000 (approximately \$0.70 per card). The Subcommittee may want an update on the distribution of the voter ID cards through the Administrative Rules process, and any other questions regarding the implementation of [HF 516](#).

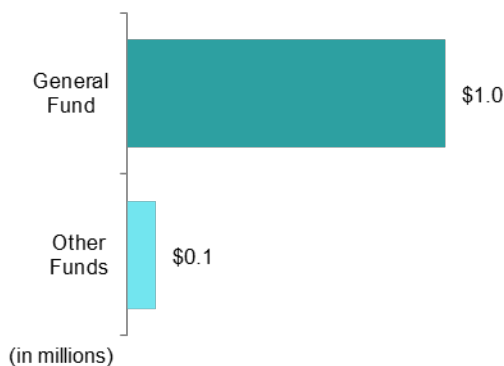
Technology Project – The Governor is recommending a new appropriation of \$1,050,000 from the Technology Reinvestment Fund for FY 2019 for technology projects.

TREASURER OF STATE

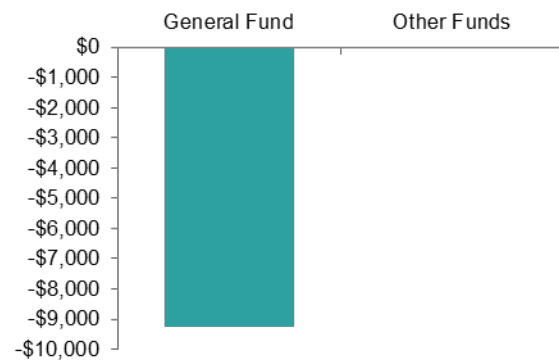
Overview and Funding History

Agency Overview: The position of [Treasurer of State](#) was created in 1857 by [Article IV, Section 22](#) of the Iowa Constitution. The Treasurer is elected by a statewide popular vote and serves a four-year term. The duties and responsibilities of the Office are specified in Iowa Code chapter [12](#). The Treasurer of State provides financial services to the State of Iowa by maintaining records of the receipts and disbursements in the State treasury. The Treasurer is responsible for reporting the bonding activities of all political subdivisions and agencies and makes recommendations to the General Assembly and the Governor on modifications to the bonding authority.

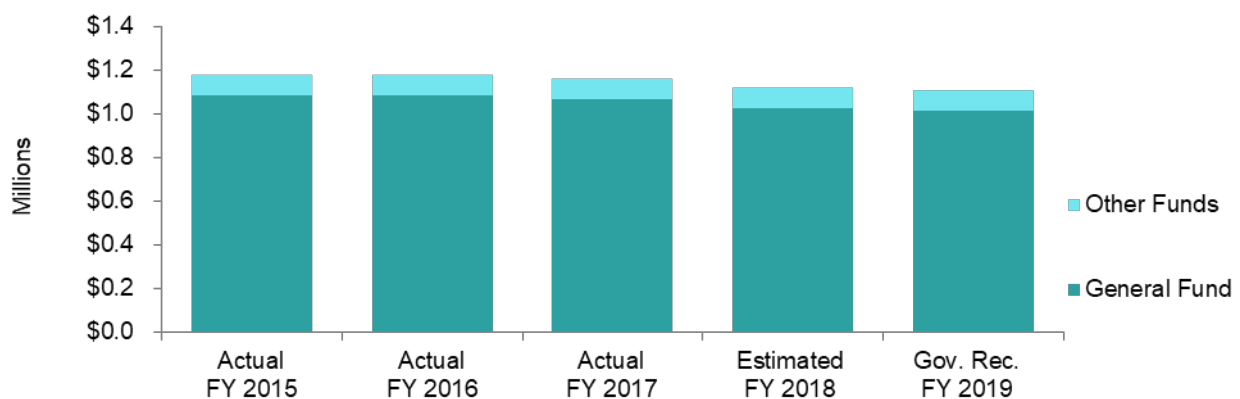
FY 2019 Governor's Recommendations Total: \$1,110,590



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Treasurer of State, Office of</u>				
Treasurer of State				
Treasurer - General Office	\$ 1,067,296	\$ 1,026,698	\$ 1,017,442	\$ -9,256
Total Treasurer of State, Office of	\$ 1,067,296	\$ 1,026,698	\$ 1,017,442	\$ -9,256

Governor's Recommendations FY 2019 – Significant Changes

General Office – A decrease in funding to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 deappropriation.	\$ -9,256
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Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Treasurer of State, Office of</u>				
Treasurer of State				
I-3 Expenses - RUTF	\$ 93,148	\$ 93,148	\$ 93,148	\$ 0
Total Treasurer of State, Office of	\$ 93,148	\$ 93,148	\$ 93,148	\$ 0

Discussion Item

FY 2018 Governor's Budget Adjustment – The Governor's FY 2018 budget adjustment for the Office of the Treasurer of State totals \$9,256. The Governor is allowing the Office discretion as to how the reduction will be implemented. More information on how the reduction will be achieved will be provided once available.

IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM

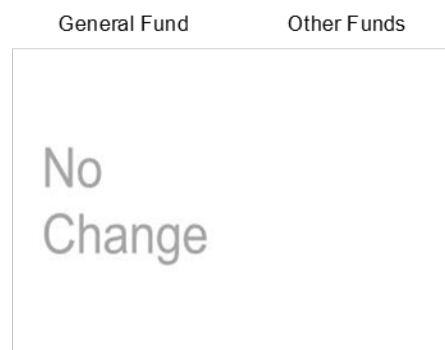
Overview and Funding History

Agency Overview: The [Iowa Public Employees' Retirement System](#) (IPERS) administers the retirement benefits for many of Iowa's public employees. Iowa's public employers use IPERS benefits to attract and retain qualified public personnel in public service. The benefits help public employees care for themselves during retirement.

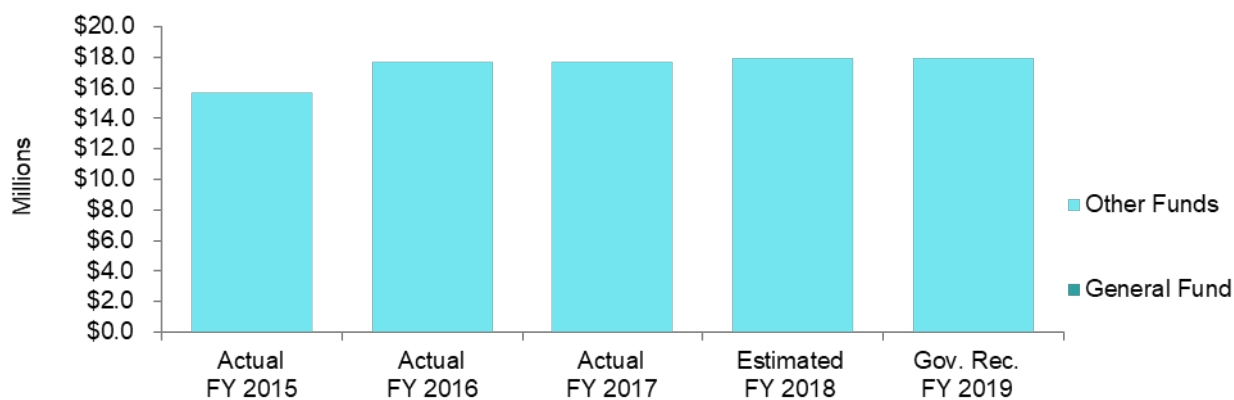
FY 2019 Governor's Recommendations Total: \$17,988,567



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



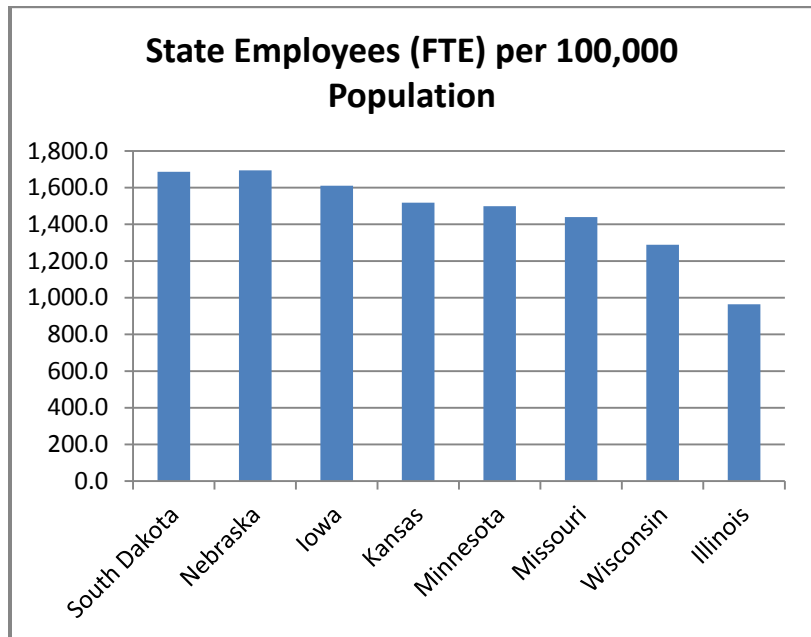
Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Iowa Public Employees' Retirement System</u>				
IPERS Administration				
Administration - IPERS	\$ 17,686,968	\$ 17,988,567	\$ 17,988,567	\$ 0
Total Iowa Public Employees' Retirement System	\$ 17,686,968	\$ 17,988,567	\$ 17,988,567	\$ 0

Comparison to Other States

Full-Time Equivalent (FTE) State Government Employees

The [Book of States](#) reports the number of full-time equivalent (FTE) state government employees for all states. The chart shows the number of FY 2013 FTE employees per 100,000 state residents based on the 2015 Census estimate. Using the number of FTE employees per 100,000 population creates a ratio that can be used to compare different states. Compared to the surrounding states, South Dakota has the most state employees relative to the population served, and Illinois has the fewest. Iowa ranks fourth.



LSA Publications

The Legislative Services Agency (LSA) has issued the following **Issue Reviews** that relate to the Administration and Regulation Appropriations Subcommittee:

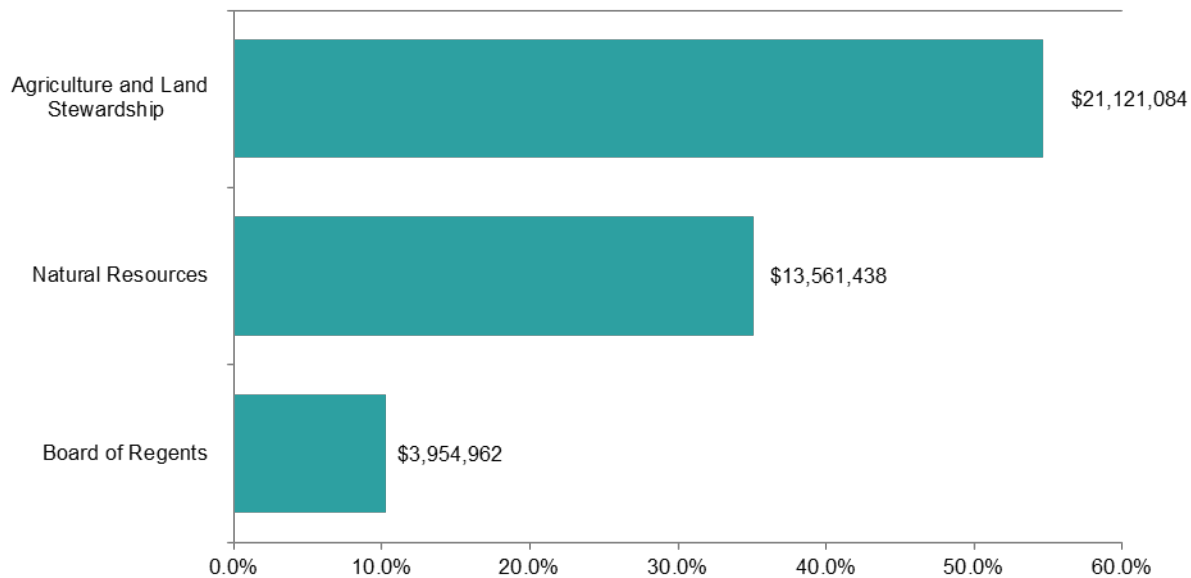
[Overview of Iowa Public Pension Systems](#)

[Iowa's Craft Beer Industry](#)

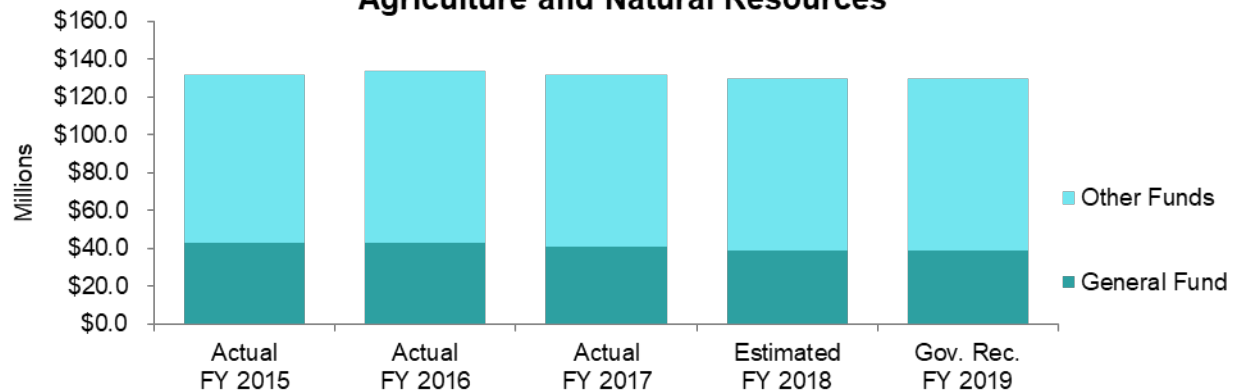
[Building Maintenance on State Facilities](#)

LSA Staff Contact: Angel Banks-Adams (515.281.6301) angel.banks-adams@legis.iowa.gov
Christin Mechler (515.250.0458) christin.mechler@legis.iowa.gov

**FY 2019 General Fund Governor's Recommendations
Total: \$38,637,484**



**Five-Year Funding History by Appropriations Subcommittee —
Agriculture and Natural Resources**

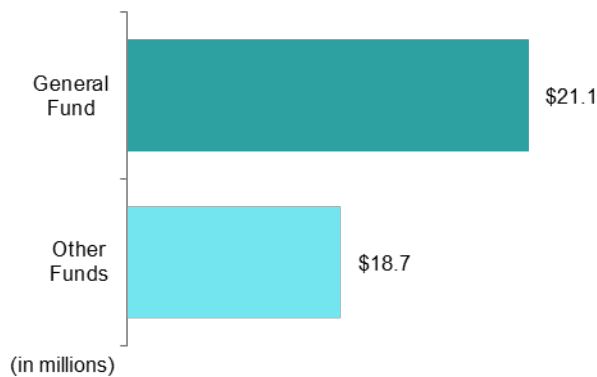


DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP

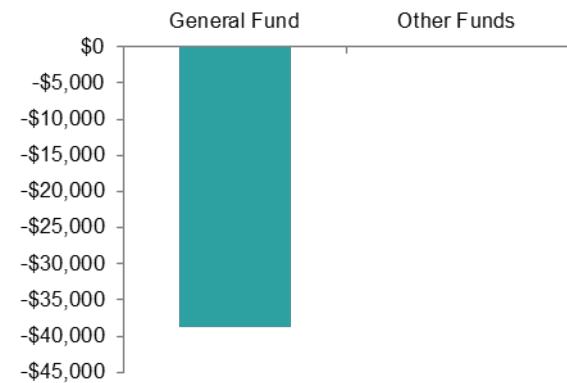
Overview and Funding History

Agency Overview: The [Department of Agriculture and Land Stewardship](#) (DALs) was created in 1923 to oversee agriculture in Iowa. Land stewardship functions were added in 1986. The Department has three operating divisions: the Consumer Protection and Industry Services Division, the Food Safety and Animal Health Division, and the Division of Soil Conservation and Water Quality.

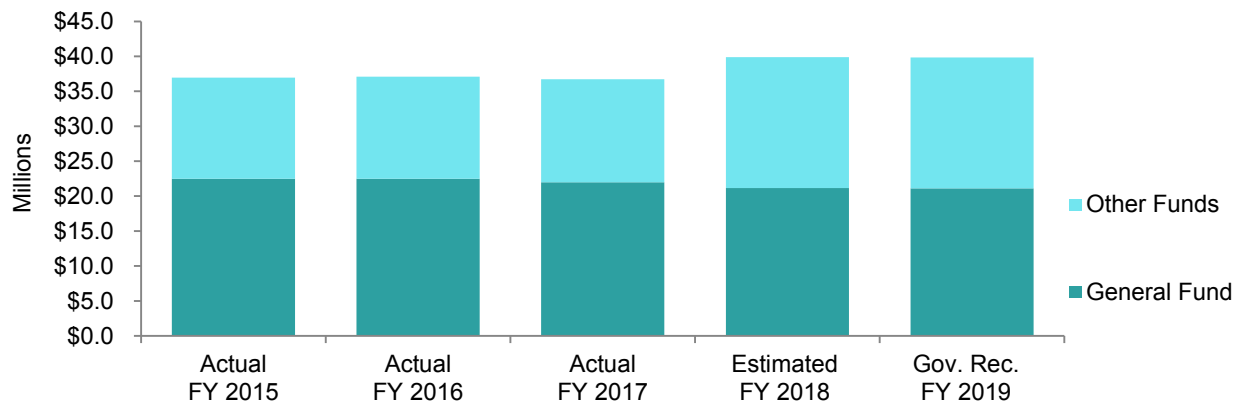
FY 2019 Governor's Recommendations Total: \$39,841,600



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Agriculture and Land Stewardship</u>				
Agriculture and Land Stewardship				
Administrative Division	\$ 17,150,343	\$ 17,640,576	\$ 17,451,888	\$ -188,688
Milk Inspections	189,196	189,196	189,196	0
Local Food and Farm	75,000	75,000	75,000	0
Agricultural Education	25,000	25,000	25,000	0
Farmers with Disabilities	130,000	130,000	130,000	0
Iowa Emergency Food Purchase Program	100,000	0	0	0
Water Quality Initiative	4,320,201	3,000,000	3,000,000	0
Foreign Animal Disease	0	100,000	250,000	150,000
Total Agriculture and Land Stewardship	\$ 21,989,740	\$ 21,159,772	\$ 21,121,084	\$ -38,688

Governor's Recommendations FY 2019 – Significant Changes

Department Operations – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-188,688
Foreign Animal Disease – A General Fund increase for the Foreign Animal Disease Program.	\$150,000

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Agriculture and Land Stewardship</u>				
Agriculture and Land Stewardship				
Native Horse & Dog Prog - Unclaimed Winnings	\$ 295,516	\$ 295,516	\$ 295,516	\$ 0
Motor Fuel Inspection - RFIF	500,000	500,000	500,000	0
Conservation Reserve Enhance - EFF	1,000,000	1,000,000	1,000,000	0
Watershed Protection Fund - EFF	900,000	900,000	900,000	0
Farm Management Demo - EFF	625,000	375,000	375,000	0
Soil & Water Conservation - EFF	2,800,000	3,800,000	3,800,000	0
Conservation Reserve Prog - EFF	1,000,000	900,000	900,000	0
Cost Share - EFF	6,750,000	8,325,000	8,325,000	0
Fuel Inspection - UST	250,000	250,000	250,000	0
Iowa Junior Angus Show - Unclaimed Winnings	10,000	0	0	0
Water Quality Initiative EFF	0	2,375,000	2,375,000	0
Agriculture and Land Stewardship	\$ 14,130,516	\$ 18,720,516	\$ 18,720,516	\$ 0
Loess Hills Dev. and Conservation				
Loess Hills - EFF	\$ 600,000	\$ 0	\$ 0	\$ 0
Total Agriculture and Land Stewardship	\$ 14,730,516	\$ 18,720,516	\$ 18,720,516	\$ 0

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the DALS is a decrease of \$188,688 (1.07%). The Governor is allowing the Department discretion as to how the reduction is

attained. More information on how the Department will achieve these reductions will be provided when it becomes available.

Foreign Animal Disease – The Foreign Animal Disease Preparedness and Response Strategy was established in [SF 510](#) (FY 2018 Agriculture and Natural Resources Appropriations Act). The General Fund appropriation is deposited into the Foreign Animal Disease Preparedness and Response Fund administered by the DALS with input from various livestock organizations. The goal of the Strategy is to develop a practical and cost-effective plan that will be implemented to control and/or eradicate foreign animal diseases. Funding to the Foreign Animal Disease Preparedness and Response Fund began in FY 2018 with a \$100,000 General Fund appropriation from the Agriculture and Natural Resources Appropriations Subcommittee. *The Governor is recommending funding of \$250,000 for FY 2019 from the General Fund. This is an increase of \$150,000 compared to estimated FY 2018.*

Water Quality Initiative (WQI) – The Department received three appropriations for FY 2018 totaling \$10,575,000. This included a General Fund appropriation of \$3,000,000, a Rebuild Iowa Infrastructure Fund (RIIF) appropriation of \$5,200,000 and an Environment First Fund (EFF) appropriation of \$2,375,000. Funding is allocated for statewide practices available to all operations and for demonstration projects. Currently, there are 56 existing demonstration projects in Iowa that include 15 targeted watershed projects, seven innovative practices projects, and 34 urban water quality projects. There are over 220 participating organizations. The [Iowa Nutrient Reduction Strategy Progress Report](#), released in December 2017, provided updates on these various activities. *The Governor is recommending total funding of \$10,575,000 for FY 2019. This is no change compared to estimated FY 2018. This includes a General Fund appropriation of \$3,000,000, a RIIF appropriation of \$5,200,000 and an EFF appropriation of \$2,375,000. The RIIF appropriation is included in the Other Funds tracking document for the Transportation, Capitals, and Infrastructure Subcommittee.*

Agricultural Drainage Wells Program – This Program provides cost-share funding to landowners to close agricultural drainage wells. By closing the wells and developing alternative drainage plans for fields, landowners protect drinking water aquifers. The Department was appropriated \$1,875,000 for FY 2018 from the RIIF to close five wells. There are 16 wells that remain open, and the Department estimates these can be closed prior to FY 2021. The wells are located in Floyd, Grundy, Butler, and Humboldt counties. *The Governor is recommending funding of \$1,875,000 for FY 2019 from the RIIF. This is no change compared to estimated FY 2018 and is included in the Other Funds tracking document for the Transportation, Capitals, and Infrastructure Subcommittee.*

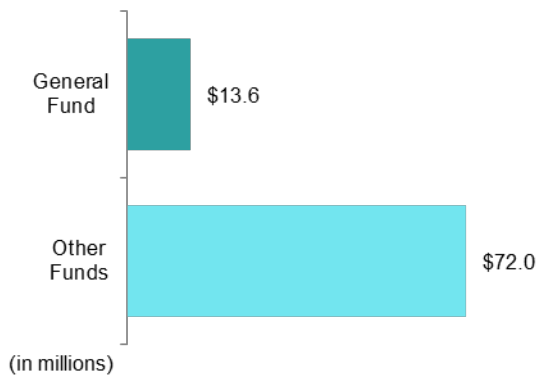
Renewable Fuel Infrastructure Program – The Renewable Fuel Infrastructure Program provides financial assistance to owners or operators of a retail motor fuel site or a biodiesel terminal who wish to convert their equipment to dispense or store renewable fuels. The grants are reviewed and approved by the Renewable Fuel Infrastructure Board, which has 11 voting members appointed by the Governor. The DALS provides administrative support to the Board. *The Department received an appropriation of \$3,000,000 for the Program from the RIIF for FY 2018. The Governor is recommending funding of \$3,000,000 for FY 2019 from the RIIF. This is included in the Other Funds tracking document for the Transportation, Capitals, and Infrastructure Subcommittee.*

DEPARTMENT OF NATURAL RESOURCES

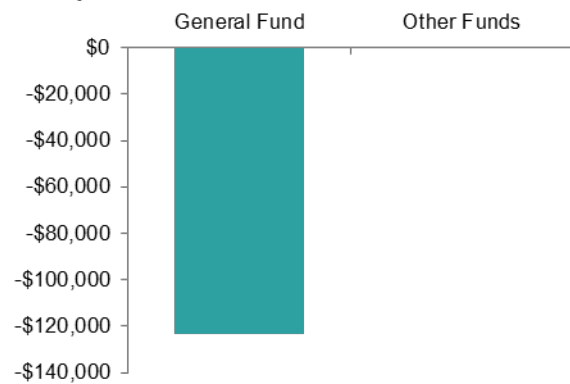
Overview and Funding History

Agency Overview: The [Department of Natural Resources](#) (DNR) is responsible for maintaining State parks and forests, protecting the environment, and managing fish, wildlife, and land and water resources in Iowa. The Department has two operating divisions: the Environmental Services Division and the Conservation and Recreation Division.

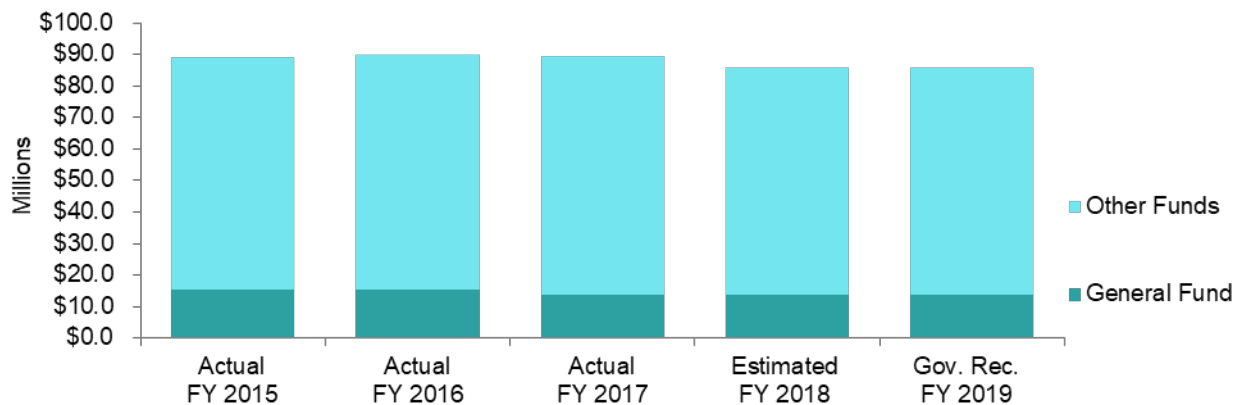
FY 2019 Governor's Recommendations Total: \$85,610,800



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Natural Resources, Department of				
Natural Resources				
Natural Resources Operations	\$ 11,507,811	\$ 11,299,811	\$ 11,176,438	\$ -123,373
Floodplain Management Program	1,885,000	1,885,000	1,885,000	0
Forestry Health Management	470,000	500,000	500,000	0
Total Natural Resources, Department of	\$ 13,862,811	\$ 13,684,811	\$ 13,561,438	\$ -123,373

Governor's Recommendations FY 2019 – Significant Changes

Department Operations – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-123,373
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Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Natural Resources, Department of				
Natural Resources				
Fish & Game - DNR Admin Expenses	\$ 43,147,993	\$ 43,768,530	\$ 43,768,530	\$ 0
GWF - Storage Tanks Study	100,303	100,303	100,303	0
GWF - Household Hazardous Waste	447,324	447,324	447,324	0
GWF - Well Testing Admin 2%	62,461	62,461	62,461	0
GWF - Groundwater Monitoring	1,686,751	1,686,751	1,686,751	0
GWF - Landfill Alternatives	618,993	618,993	618,993	0
GWF - Waste Reduction and Assistance	192,500	192,500	192,500	0
GWF - Solid Waste Authorization	50,000	50,000	50,000	0
GWF - Geographic Information System	297,500	297,500	297,500	0
Snowmobile Registration Fees	100,000	100,000	100,000	0
Administration Match - UST	200,000	200,000	200,000	0
Technical Tank Review - UST	200,000	200,000	200,000	0
Park Operations & Maintenance - EFF	6,235,000	6,235,000	6,235,000	0
GIS Information for Watershed - EFF	195,000	195,000	195,000	0
Water Quality Monitoring - EFF	2,955,000	2,955,000	2,955,000	0
Water Quality Protection - EFF	500,000	500,000	500,000	0
Animal Feeding Operations - EFF	1,320,000	1,320,000	1,320,000	0
Ambient Air Quality Monitoring - EFF	425,000	425,000	425,000	0
Water Quantity - EFF	495,000	495,000	495,000	0
Geological and Water Survey - EFF	200,000	200,000	200,000	0
REAP - EFF	16,000,000	12,000,000	12,000,000	0
Total Natural Resources, Department of	\$ 75,428,825	\$ 72,049,362	\$ 72,049,362	\$ 0

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the DNR is a decrease of \$123,373 (1.09%). The Governor is allowing the Department discretion as to how the reduction is attained. More information on how the Department will achieve these reductions will be provided when it becomes available.

State Park Operations – As the General Fund appropriation for State parks decreases and the expenditures increase, the DNR finds it difficult to maintain operations at 68 State parks. The decrease in funding has in turn decreased the number of full-time employees that manage the operations at State parks.

Fish and Game Trust Fund – Revenues to the Trust Fund remain stable, but expenditures for staff, equipment, boats, and vehicles continue to increase, causing concern for the future solvency of the Trust Fund. The majority of the revenue is generated from the sales of hunting and fishing licenses. Other sources of revenue include boat registration, grants, rent, and donations. *The Governor is recommending funding of \$43,768,530 from the Fish and Game Trust Fund for FY 2019. This is no change in funding compared to estimated FY 2018.*

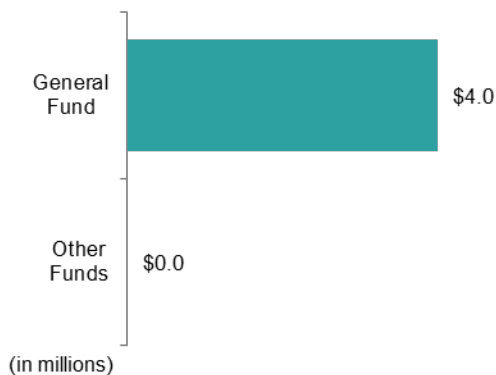
Conservation Lands – The DNR owns 374,500 acres of land, less than 1.0% of all land in Iowa. This is marginal land in terms of agriculture production and is used for habitat development. The Department must pay property taxes on land purchased by the DNR through the Resource Enhancement and Protection Fund or through funds from the sale of habitat stamps. The DNR paid over \$903,000 in property taxes in FY 2017.

BOARD OF REGENTS

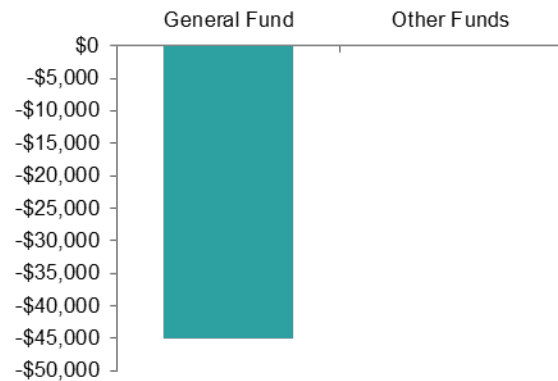
Overview and Funding History

Agency Overview: The Board of Regents oversees the three State universities, including Iowa State University (ISU). The ISU [Veterinary Diagnostic Laboratory](#) in Ames has historically received funding through the Agriculture and Natural Resources Appropriations Subcommittee. Beginning in FY 2014, ISU received \$1,500,000 for the creation of the [Iowa Nutrient Research Center](#), which has provided research grants related to the [Iowa Nutrient Reduction Strategy](#).

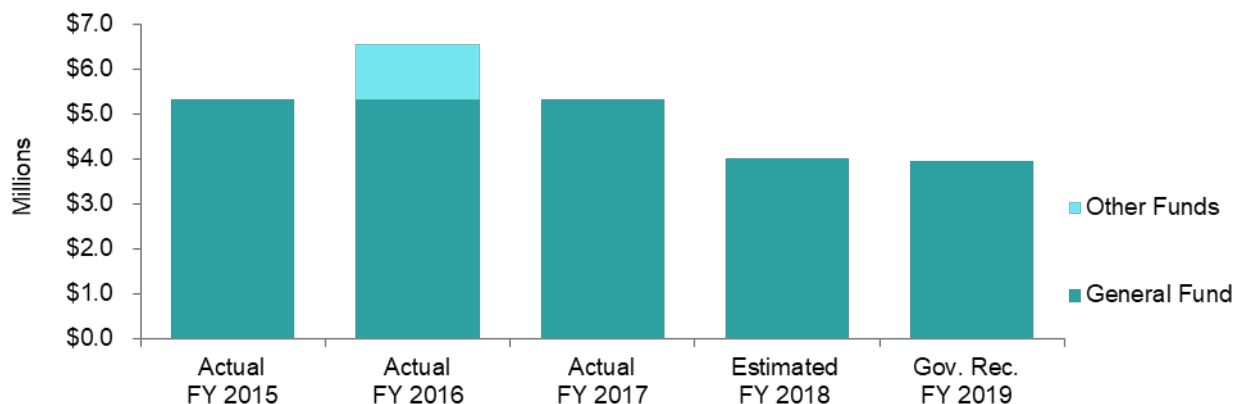
FY 2019 Governor's Recommendations Total: \$3,954,962



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Regents, Board of				
Regents, Board of				
ISU - Iowa Nutrient Research Center	\$ 1,325,000	\$ 0	\$ 0	\$ 0
ISU - Veterinary Diagnostic Laboratory	4,000,000	4,000,000	3,954,962	-45,038
Total Regents, Board of	\$ 5,325,000	\$ 4,000,000	\$ 3,954,962	\$ -45,038

Governor's Recommendations FY 2019 – Significant Changes

Department Operations – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-45,038
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Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the ISU Veterinary Diagnostic Laboratory is a decrease of \$45,038 (1.13%). The Governor is allowing the Veterinary Diagnostic Laboratory discretion as to how the reduction is attained. More information on how the Board of Regents will achieve these reductions will be provided when it becomes available.

Veterinary Diagnostic Laboratory – An *Issue Review* was published on the operations of the [ISU Veterinary Diagnostic Laboratory](#). This includes an overview of operations, services provided, funding sources, and a discussion on constructing a new building.

Iowa Nutrient Research Center – The Iowa Nutrient Research Center was created to pursue science-based approaches to evaluating the performance of current and emerging nutrient management practices, providing recommendations on implementing the practices, and developing new practices. The Center announced that 11 new [water quality projects](#) were being funded in FY 2018.

ENVIRONMENT FIRST FUND

The Environment First Fund was created in the 2000 Legislative Session to provide funding for environmental programs. The Fund received a standing appropriation of \$35,000,000 in FY 2001 from the RIIF; however, funding has varied over the years. The current standing appropriation is \$42,000,000.

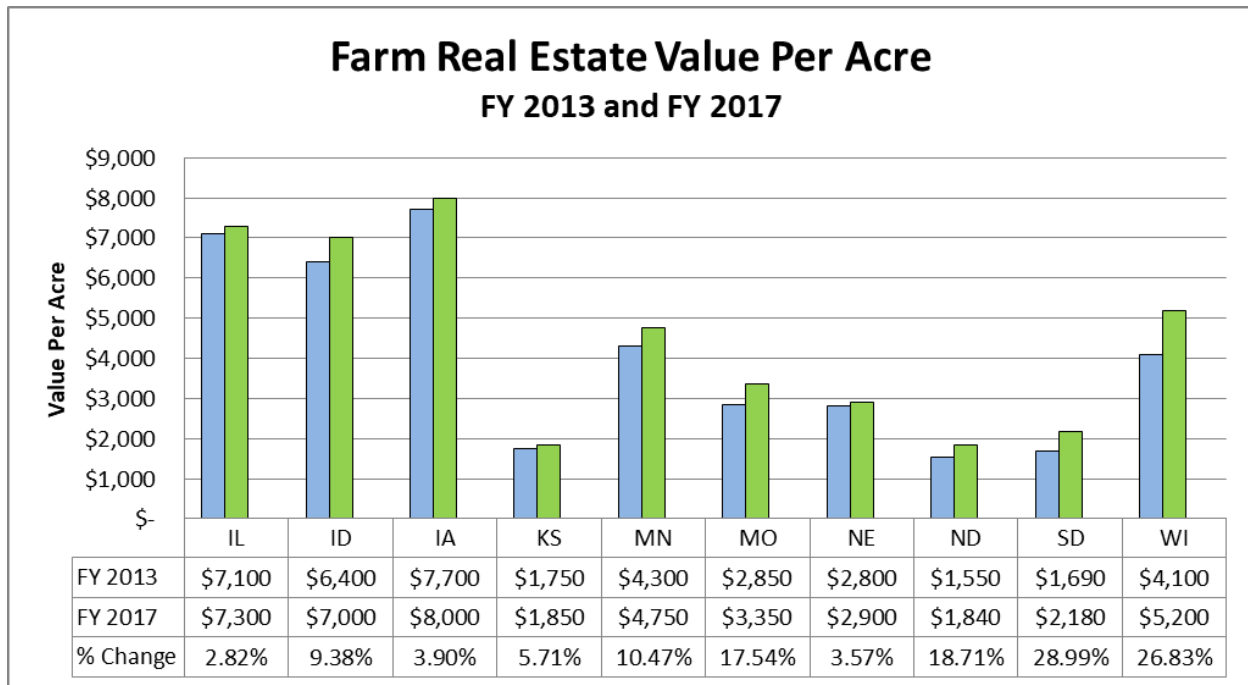
The Governor is recommending funding of \$42,000,000 from the EFF for FY 2019. This is no change in funding compared to estimated FY 2018.

Environment First Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Agriculture and Land Stewardship</u>				
Agriculture and Land Stewardship				
Conservation Reserve Enhance - EFF	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 0
Watershed Protection Fund - EFF	900,000	900,000	900,000	0
Farm Management Demo - EFF	625,000	375,000	375,000	0
Soil & Water Conservation - EFF	2,800,000	3,800,000	3,800,000	0
Conservation Reserve Prog - EFF	1,000,000	900,000	900,000	0
Cost Share - EFF	6,750,000	8,325,000	8,325,000	0
Water Quality Initiative - EFF	0	2,375,000	2,375,000	0
Loess Hills - EFF	600,000	0	0	0
Total Agriculture and Land Stewardship	\$ 13,675,000	\$ 17,675,000	\$ 17,675,000	\$ 0
<u>Natural Resources, Department of</u>				
Natural Resources				
Park Operations & Maintenance - EFF	\$ 6,235,000	\$ 6,235,000	\$ 6,235,000	\$ 0
GIS Information for Watershed - EFF	195,000	195,000	195,000	0
Water Quality Monitoring - EFF	2,955,000	2,955,000	2,955,000	0
Water Quality Protection - EFF	500,000	500,000	500,000	0
Animal Feeding Operations - EFF	1,320,000	1,320,000	1,320,000	0
Ambient Air Quality Monitoring - EFF	425,000	425,000	425,000	0
Water Quantity - EFF	495,000	495,000	495,000	0
Geological and Water Survey - EFF	200,000	200,000	200,000	0
REAP - EFF	16,000,000	12,000,000	12,000,000	0
Total Natural Resources, Department of	\$ 28,325,000	\$ 24,325,000	\$ 24,325,000	\$ 0
Total Agriculture and Natural Resources	\$ 42,000,000	\$ 42,000,000	\$ 42,000,000	\$ 0

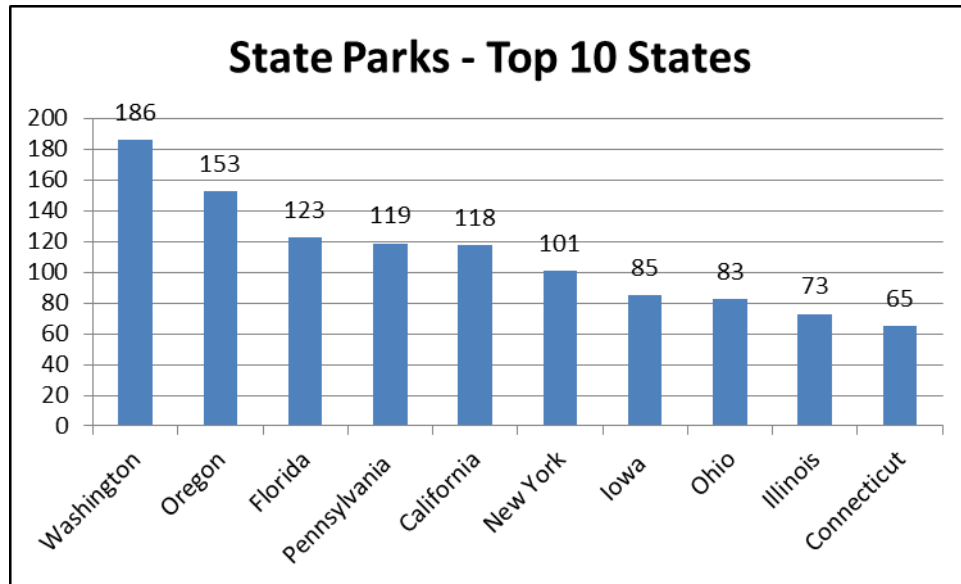
Comparison to Other States – Farmland Values

Data gathered from the [Land Values 2017 Summary Report](#) published by the U.S. Department of Agriculture compared the average value per acre of farm real estate from 2013 to 2017. Over the five-year period, the average value per acre of farm real estate in the U.S. increased from \$2,730 to \$3,080 per acre (12.82%). However, in Iowa, the average value per acre increased from \$7,700 to \$8,000 per acre (3.90%). The following graph provides the average value per acre and the percentage change from 2013 to 2017 for states in the Midwest.



Comparison to Other States – State Parks

According to the [State Parks](#) website, Iowa ranks seventh in the United States for the number of state parks in 2017. The following graph shows the top 10 states with the most state parks and the number of state parks in each.



Interim Committees, Meetings, and Publications

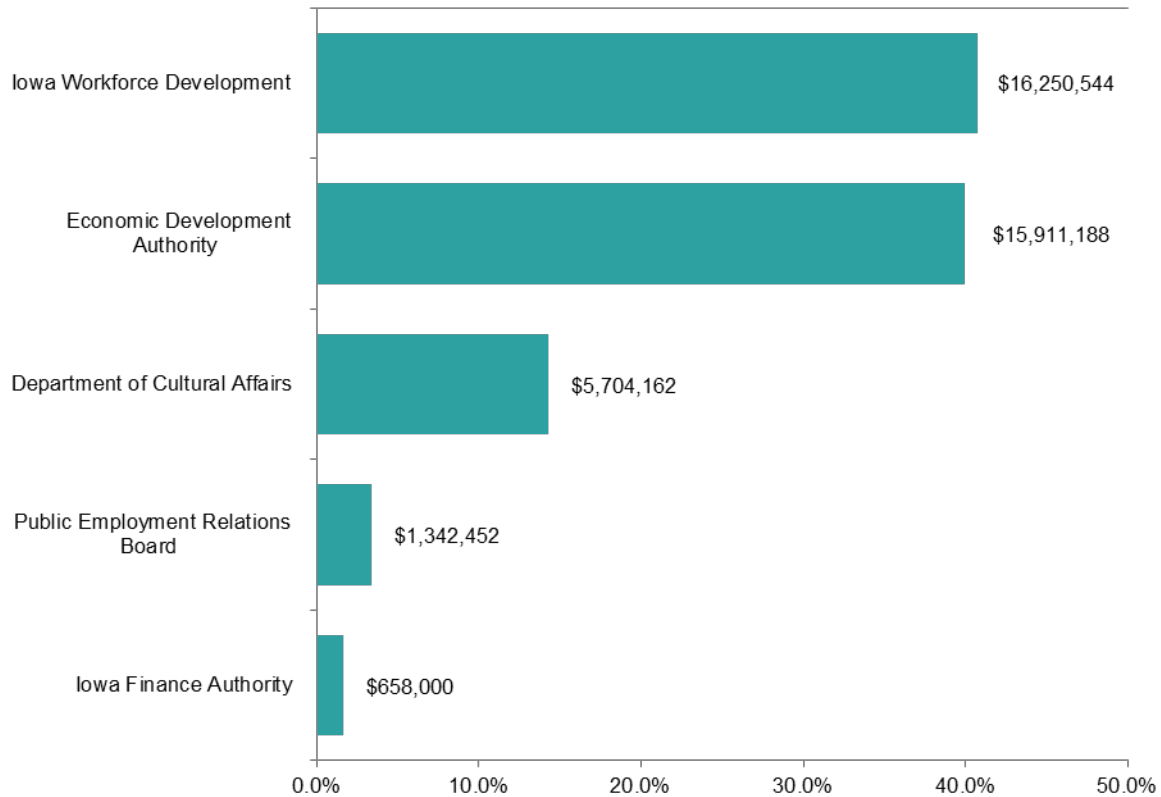
Legislative Services Agency (LSA) Publications

The following publications by the LSA are related to the Agriculture and Natural Resources Appropriations Subcommittee:

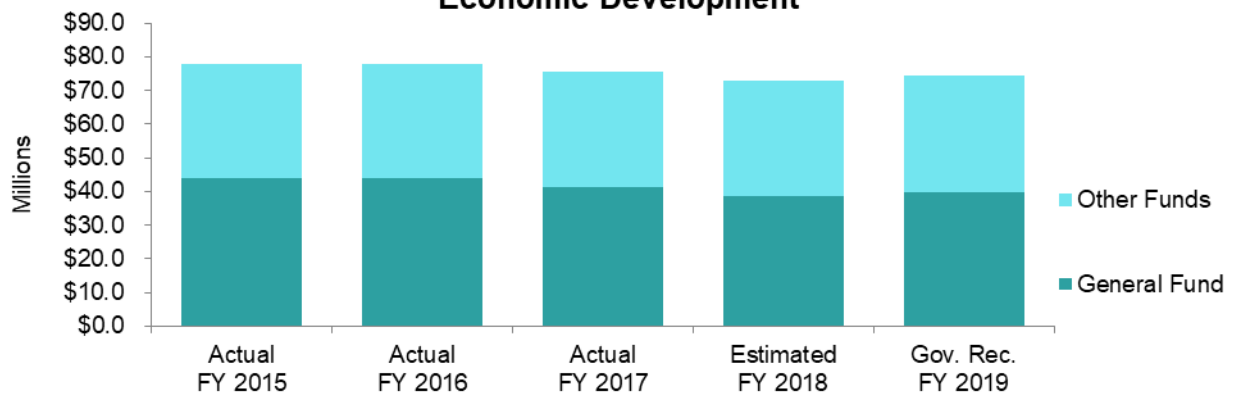
- **Issue Review:**
[Iowa State University Veterinary Diagnostic Laboratory](#)
- **Maps of the Week:**
[Iowa Water Quality Initiative Projects](#)
[Emerald Ash Borer Infestations – As of June 1, 2017](#)
[Average Cash Rent Per Acre of Cropland – 2017](#)
[Average Farmland Value Per Acre By County – 2016](#)
[Forest Reserve Program – 2016](#)
[Iowa Public Hunting Land – Acres By County](#)

LSA Staff Contact: Deb Kozel (515.281.6767) deb.kozel@legis.iowa.gov

**FY 2019 General Fund Governor's Recommendations
Total: \$39,866,346**



**Five-Year Funding History by Appropriations Subcommittee —
Economic Development**

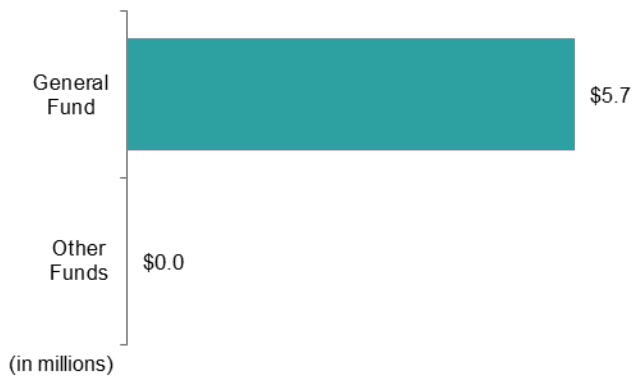


DEPARTMENT OF CULTURAL AFFAIRS

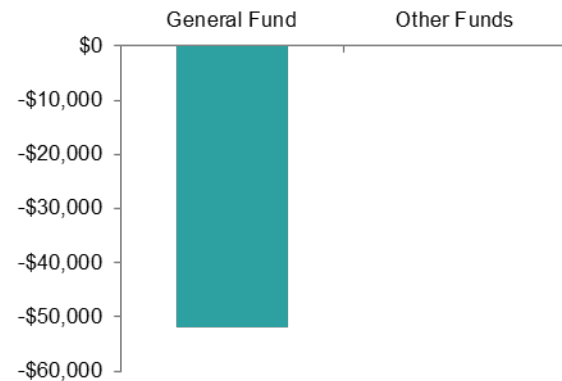
Overview and Funding History

Agency Overview: The [Iowa Department of Cultural Affairs](#) (DCA) has primary responsibility for the development of the State's interest in the areas of the arts, history, and other cultural matters. In fulfilling this responsibility, the DCA is advised and assisted by the State Historical Board of Trustees and the Iowa Arts Council.

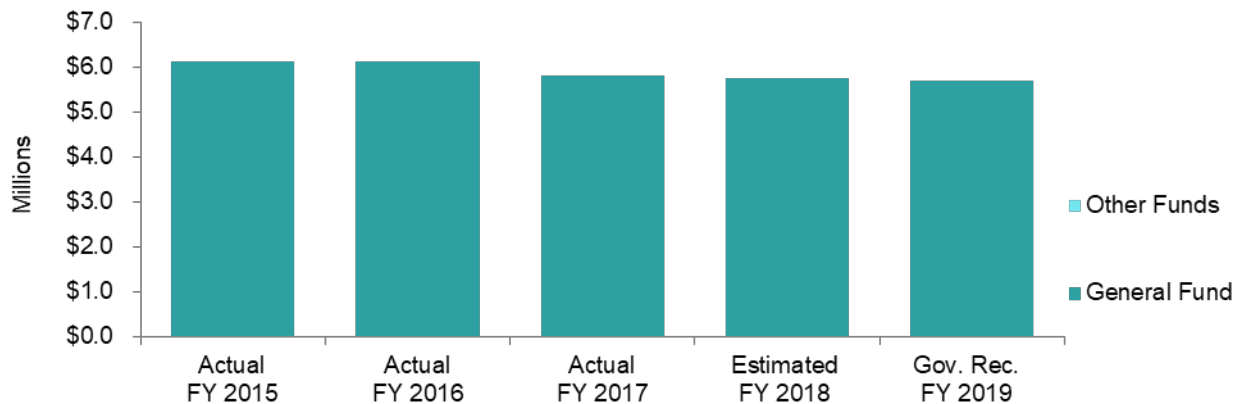
FY 2019 Governor's Recommendations Total: \$5,704,162



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Cultural Affairs, Department of				
Cultural Affairs, Dept. of				
Administration Division	\$ 168,637	\$ 168,637	\$ 162,600	\$ -6,037
Community Cultural Grants	172,090	172,090	172,090	0
Historical Division	2,987,600	2,977,797	2,948,807	-28,990
Historic Sites	426,398	426,398	426,398	0
Arts Division	1,192,188	1,192,188	1,181,500	-10,688
Great Places	150,000	150,000	150,000	0
Archiving Former Governors' Papers	65,933	0	0	0
Records Center Rent	227,243	227,243	221,065	-6,178
County Endowment Funding - DCA Grants	416,702	416,702	416,702	0
Cultural Trust Grants	0	25,000	25,000	0
Total Cultural Affairs, Department of	\$ 5,806,791	\$ 5,756,055	\$ 5,704,162	\$ -51,893

Governor's Recommendations FY 2019 — Significant Changes

Administration Division – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-6,037
Historical Division – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-28,990
Arts Division – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-10,688
Records Center Rent – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-6,178

Discussion Items

Original FY 2018 General Fund Appropriations – The original FY 2018 General Fund appropriations included the following changes compared to actual FY 2017:

- **Historical Division** – A general decrease of \$9,803.
- **Archiving Former Governors' Papers** – A decrease of \$65,933 as the responsibilities for this appropriation were shifted to the Historical Division.
- **Cultural Trust Grants** – This is a new appropriation that replaced a portion of the funding that was provided from the interest on the Iowa Cultural Trust Fund in the previous year. The appropriation is used for a statewide educational program to promote participation in, expanded support of, and local endowment building for Iowa nonprofit arts, history, and sciences and humanities organizations.

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the DCA is a decrease of \$51,893 (0.9%). The Governor is allowing the DCA discretion as to how the reduction is attained. More information on how the DCA will achieve these reductions will be provided once it becomes available.

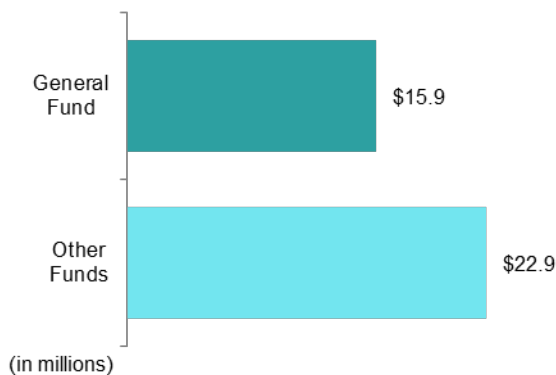
Activity Review – The General Assembly may want to hear from the DCA about the DCA's current efforts related to the archival of former Governors' papers and battle flag preservation. These items no longer have separate appropriations, and are under the purview of the Historical Division.

IOWA ECONOMIC DEVELOPMENT AUTHORITY

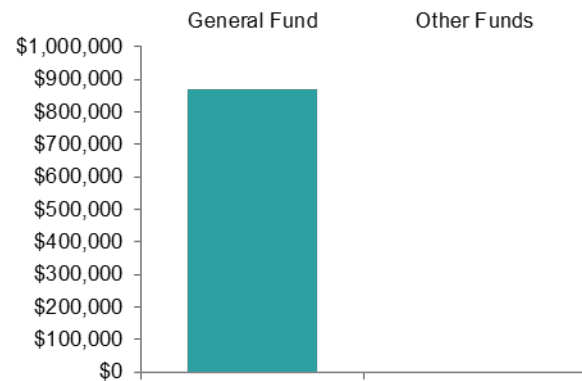
Overview and Funding History

Agency Overview: The [Iowa Economic Development Authority](#) (IEDA) is responsible for fostering the economic vitality of the State by working in focused partnerships with businesses, entrepreneurs, communities, and educational entities. The IEDA's primary responsibilities are in the areas of finance, marketing, local government and service coordination, exporting, tourism, job training and entrepreneurial assistance, and small business.

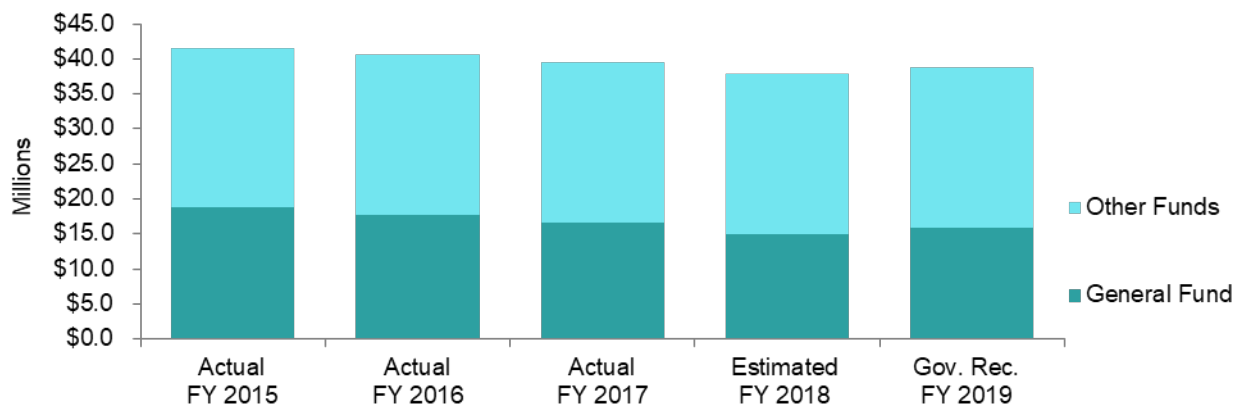
FY 2019 Governor's Recommendations Total: \$38,811,188



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Economic Development Authority				
Economic Development Authority				
Economic Development Appropriation	\$ 14,485,192	\$ 13,400,000	\$ 13,280,419	\$ -119,581
World Food Prize	712,500	400,000	400,000	0
Iowa Comm. Volunteer Ser. - Promise	175,513	168,201	166,519	-1,682
Councils of Governments (COGs) Assistance	190,000	175,000	173,250	-1,750
Tourism Marketing - Adjusted Gross Receipts	1,067,800	900,000	891,000	-9,000
Registered Apprenticeship Program	0	0	1,000,000	1,000,000
Total Economic Development Authority	\$ 16,631,005	\$ 15,043,201	\$ 15,911,188	\$ 867,987

Governor's Recommendations FY 2019 — Significant Changes

Economic Development Appropriation – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-119,581
Iowa Commission on Volunteer Service – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-1,682
Councils of Governments (COGs) Assistance – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-1,750
Tourism Marketing – Adjusted Gross Receipts – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-9,000
Registered Apprenticeship Program – A new appropriation intended to encourage small to mid-size businesses to grow registered apprenticeships. See Discussion Items below under Iowa Workforce Development for information on Future Ready Iowa.	\$1,000,000

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Economic Development Authority				
Economic Development Authority				
Apprenticeship Training Program - WDF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
Job Training - WDF	3,000,000	3,000,000	3,000,000	0
STEM Scholarships - SWJCF	1,000,000	1,000,000	1,000,000	0
High Quality Jobs Program - SWJCF	15,900,000	15,900,000	15,900,000	0
Total Economic Development Authority	\$ 22,900,000	\$ 22,900,000	\$ 22,900,000	\$ 0

Discussion Items

Original FY 2018 General Fund Appropriations – The original FY 2018 General Fund appropriations included the following changes compared to FY 2017:

- **Economic Development Appropriation** – A general decrease of \$1,085,192.

- **World Food Prize** – A decrease of \$312,500. The FY 2018 appropriation was a decrease of \$600,000 compared to the standing appropriation of \$1,000,000 in Iowa Code section [15.368](#). In recent years there has been an appropriation of \$712,500 from the General Fund and \$300,000 to the IEDA in the Infrastructure Appropriations Act for the support of the World Food Prize, including the Borlaug-Ruan International Internship Program. This has brought total State funding for the World Food Prize \$12,500 above the \$1,000,000 standing appropriation. An FY 2018 Rebuild Iowa Infrastructure Fund appropriation to the IEDA for the World Food Prize to administer and support the Borlaug-Ruan International Internship Program was made in [HF 643](#) (Infrastructure Appropriations Act).
- **Iowa Commission on Volunteer Service** – A general decrease of \$7,312.
- **Councils of Governments (COGs) Assistance** – A general decrease of \$15,000.
- **Tourism Marketing – Adjusted Gross Receipts** – A general decrease of \$167,800.

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the IEDA is a decrease of \$132,013 (0.9%). The Governor is allowing the IEDA discretion as to how the reduction is attained. More information on how the IEDA will achieve these reductions will be provided once it becomes available.

Iowa Energy Center – The General Assembly may want to hear from the IEDA about the transfer of the administration of the Iowa Energy Center from Iowa State University (ISU) to the IEDA.

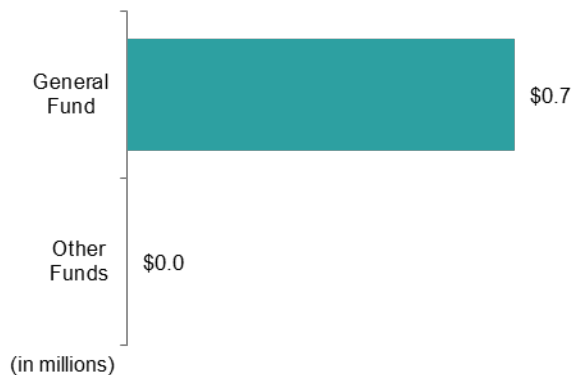
Registered Apprenticeship Program – The Governor is recommending a new General Fund appropriation totaling \$1,000,000 to encourage small to mid-size businesses to grow registered apprenticeships. This appropriation would expand on the current apprenticeship program funded with \$3,000,000 from the Workforce Development Fund.

IOWA FINANCE AUTHORITY

Overview and Funding History

Agency Overview: The [Iowa Finance Authority](#) (IFA's) mission is to finance, administer, advance, and preserve affordable housing, and to promote community and economic development for Iowans. The Authority receives no General Fund appropriation for operating expenses and does not have the ability to tax. The major funding sources for the Authority are bond proceeds, title guaranty fees, application fees, and interest earnings.

FY 2019 Governor's Recommendations Total: \$658,000

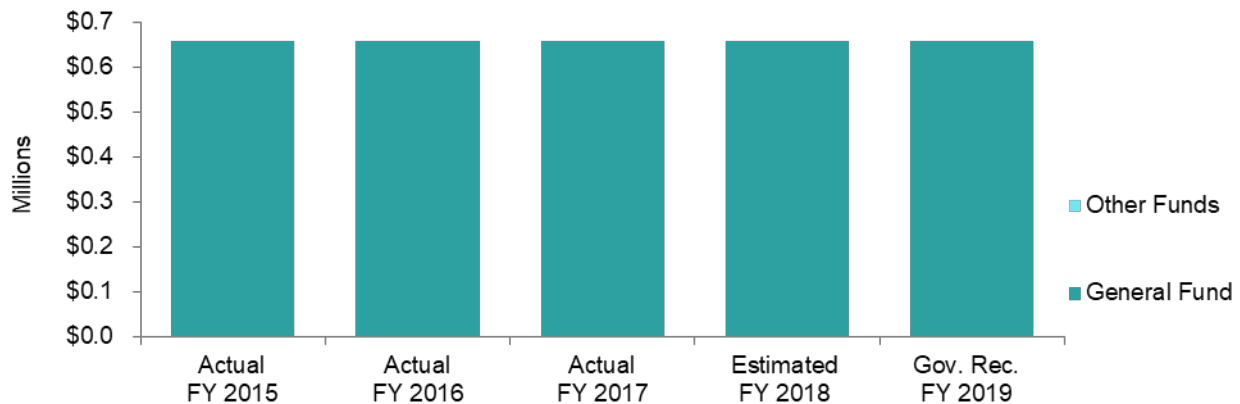


Governor's Recommendations Compared to Estimated FY 2018

General Fund Other Funds

No
Change

Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Finance Authority, Iowa</u>				
Iowa Finance Authority				
Rent Subsidy Program	\$ 658,000	\$ 658,000	\$ 658,000	\$ 0
Total Finance Authority, Iowa	\$ 658,000	\$ 658,000	\$ 658,000	\$ 0

Discussion Item

Demand for the Rent Subsidy Program – The General Assembly may want to hear from the IFA about the demand for the Home and Community-Based Services (HCBS) Rent Subsidy Program.

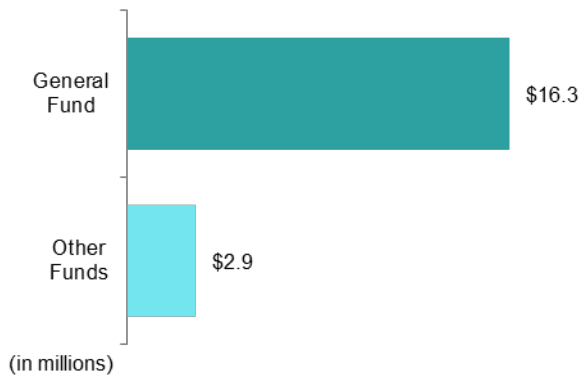
IOWA WORKFORCE DEVELOPMENT

Overview and Funding History

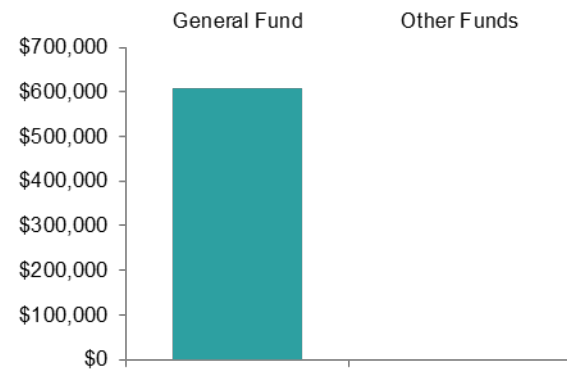
Agency Overview: The [Iowa Department of Workforce Development](#) (IWD) strives to improve the income, productivity, and safety of all Iowans. In conjunction with State and local economic development efforts, the IWD also assists businesses in fulfilling workforce needs. The IWD's major services, products, and activities include:

- Workforce Center Services
- Compliance Assistance and Enforcement
- Unemployment Insurance
- Workforce Information and Analysis
- Adjudication, Compliance, and Education
- Resource Management

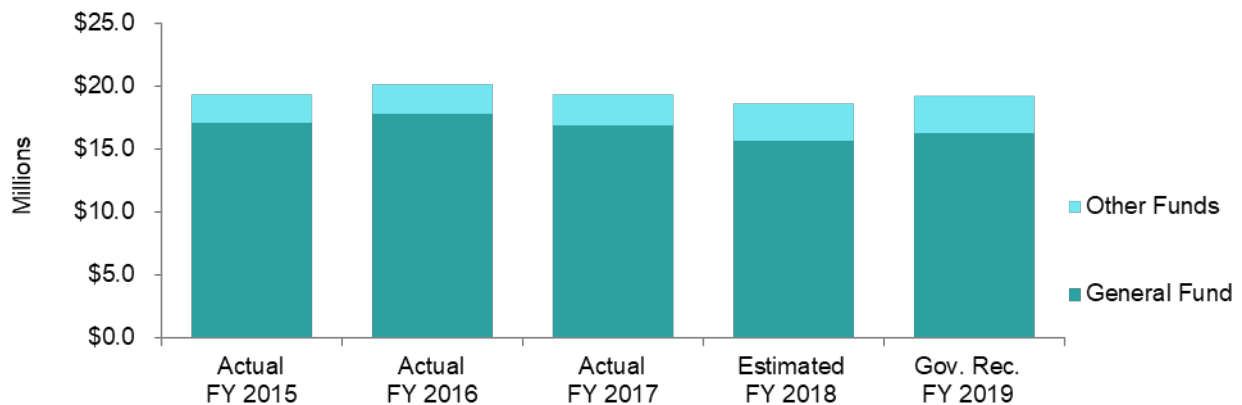
FY 2019 Governor's Recommendations Total: \$19,176,628



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Workforce Development, Department of				
Iowa Workforce Development				
Labor Services Division	\$ 3,762,097	\$ 3,491,252	\$ 3,471,252	\$ -20,000
Workers' Compensation Division	3,259,044	3,259,044	3,259,044	0
Operations - Field Offices	8,845,650	7,945,650	7,874,637	-71,013
Offender Reentry Program	298,464	287,158	387,158	100,000
I/3 State Accounting System	274,819	228,822	228,822	0
Employee Misclassification Program	435,458	429,631	279,631	-150,000
Summer Youth Work Pilot	0	0	250,000	250,000
Future Ready Iowa Coordinator	0	0	150,000	150,000
Future Ready Iowa Marketing	0	0	350,000	350,000
Total Workforce Development, Department of	\$ 16,875,532	\$ 15,641,557	\$ 16,250,544	\$ 608,987

Governor's Recommendations FY 2019 — Significant Changes

Labor Services Division – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-20,000
Operations – Field Offices – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-71,013
Offender Reentry Program – A general increase for additional support for the Program.	\$100,000
Employee Misclassification Program – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-50,000
Employee Misclassification Program – A general decrease to shift the funding to the Offender Reentry Program.	\$-100,000
Summer Youth Work Pilot Program – A new appropriation for a pilot program intended to help young people at risk of not graduating from high school explore and prepare for high-demand careers through summer work experience, including the development of soft skills. See Discussion Items below for information on Future Ready Iowa.	\$250,000
Future Ready Iowa Coordinator – A new appropriation for the costs of an employee to coordinate Future Ready Iowa efforts. See Discussion Items below for information on Future Ready Iowa.	\$150,000
Future Ready Iowa Marketing – A new appropriation for advertising and publicity for Future Ready Iowa. See Discussion Items below for information on Future Ready Iowa.	\$350,000

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Workforce Development, Department of				
Iowa Workforce Development				
Field Offices - Spec Cont Fund	\$ 1,766,084	\$ 1,766,084	\$ 1,766,084	\$ 0
Field Offices - UI Reserve Interest	557,000	1,060,000	1,060,000	0
AMOS Mid-Iowa Organizing Strategy - SWJCF	100,000	100,000	100,000	0
Total Workforce Development, Department of	\$ 2,423,084	\$ 2,926,084	\$ 2,926,084	\$ 0

Discussion Items

Original FY 2018 General Fund Appropriations – The original FY 2018 General Fund appropriations included the following changes compared to FY 2017:

- **Labor Services Division** – A general decrease of \$270,845.
- **Operations – Field Offices** – A general decrease of \$900,000. Total FY 2018 Field Offices funding was \$11,218,734, which was \$69,000 above the estimated net FY 2017 funding. Funding is provided from the following sources:
 - \$7,795,650 from the General Fund, excluding \$150,000 allocated to the State Library (must also support the Workforce Development Board).
 - \$1,766,084 from the Special Employment Security Contingency Fund.
 - \$1,060,000 from the Unemployment Compensation Reserve Fund Interest.
 - \$597,000 from federal Struggling Families Act funding (one-time funding).
- **Offender Reentry Program** – A general decrease of \$11,306.
- **1/3 State Accounting System** – A general decrease of \$45,997.
- **Employee Misclassification Program** – A general decrease of \$5,827.

Original FY 2018 Other Funds Appropriation – The original FY 2018 Other Funds appropriation included an increase of \$503,000 from the Unemployment Insurance Reserve Interest Fund compared to FY 2017.

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the IWD is a decrease of \$141,013 (0.9%). The Governor is allowing the IWD discretion as to how the reduction is attained. More information on how the IWD will achieve these reductions will be provided once it becomes available.

Available Special Employment Security Contingency Fund and Unemployment Insurance Reserve Interest Fund Moneys – The General Assembly may want to hear from the IWD about the funds available from the Special Employment Security Contingency Fund and the Unemployment Insurance Reserve Interest Fund.

Workforce Development Regions – The General Assembly may want to hear from the IWD about any possible changes being considered for the number of workforce development regions.

Future Ready Iowa – The Governor makes recommendations designed to achieve the Future Ready Iowa goal of having 70.0% of Iowa's workforce with education beyond high school by the year 2025. The Governor recommends three General Fund appropriations to the IWD totaling \$750,000. The appropriations are as follows:

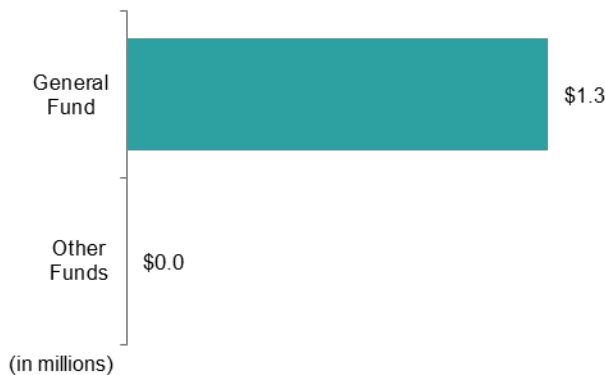
- **Summer Youth Work Pilot Program** – A new appropriation of \$250,000 for a pilot program intended to help young people at risk of not graduating from high school explore and prepare for high-demand careers through summer work experience, including the development of soft skills.
- **Future Ready Iowa Coordinator** – A new appropriation of \$150,000 for the costs of an employee to coordinate Future Ready Iowa efforts.
- **Future Ready Iowa Marketing** – A new appropriation of \$350,000 for advertising and publicity for Future Ready Iowa.

PUBLIC EMPLOYMENT RELATIONS BOARD

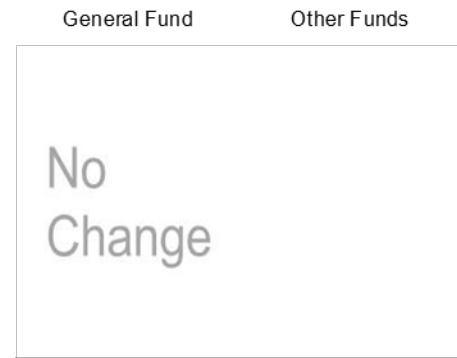
Overview and Funding History

Agency Overview: The Iowa [Public Employment Relations Board](#) (PERB) is responsible for implementing the provisions of the Public Employment Relations Act, and for adjudicating and conciliating labor and management disputes involving public employers and employee organizations throughout the State.

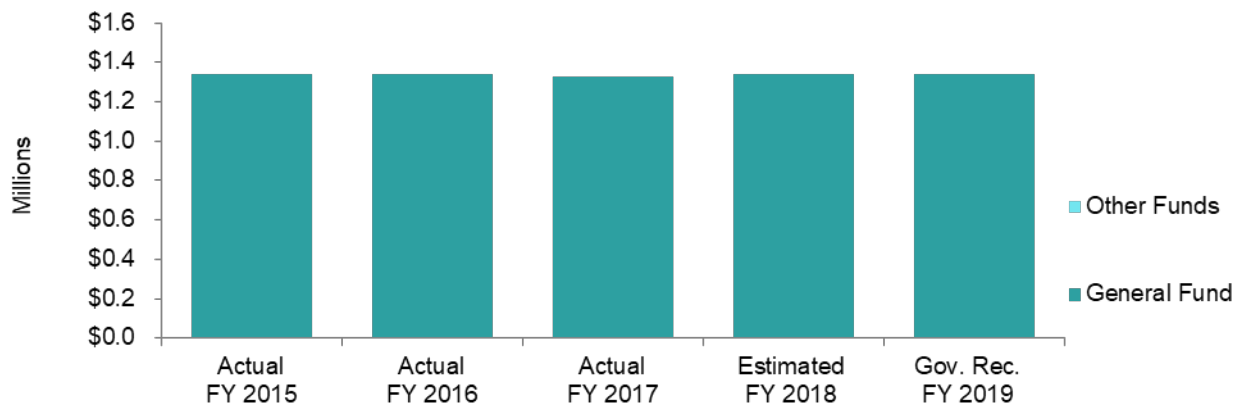
FY 2019 Governor's Recommendations Total: \$1,342,452



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Public Employment Relations Board				
Public Employment Relations				
General Office	\$ 1,328,129	\$ 1,342,452	\$ 1,342,452	\$ 0
Total Public Employment Relations Board	\$ 1,328,129	\$ 1,342,452	\$ 1,342,452	\$ 0

Discussion Items

Original FY 2018 General Fund Appropriation – The original FY 2018 General Fund appropriation included an increase of \$14,323 compared to FY 2017 to restore a FY 2017 reduction. The PERB used carryforward funds from FY 2016 to cover expenses for FY 2017.

Public Employment Reform Act – The General Assembly may want to hear from the PERB about the impact of [HF 291](#) (Public Employment Reform Act), including the required elections and other bargaining reforms that have been implemented.

BOARD OF REGENTS

Overview and Funding History

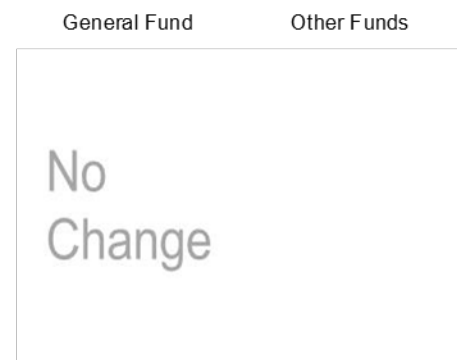
The Economic Development Appropriations Subcommittee appropriates funds to the [Board of Regents](#) universities for the following purposes:

- The Regents Innovation Fund appropriation is allocated to the three Regents institutions for capacity-building infrastructure in areas related to technology commercialization; marketing and business development efforts related to technology commercialization, entrepreneurship, and business growth; and infrastructure projects and programs needed to assist in implementation of activities under Iowa Code chapter [262B](#) (Commercialization of Research). Refer to the **Budget Unit Brief [Regents Innovation Fund](#)** for more information.
- The University of Iowa (UI) Economic Development appropriation includes the University of Iowa Pharmaceuticals, Research Park, and Technology Innovation Center. Refer to the **Budget Unit Brief [University of Iowa Economic Development](#)** for more information.
- The University of Iowa (UI) Entrepreneur and Economic Growth appropriation is to be used to expand public/private partnerships and programming through the Pappajohn Entrepreneurial Center. Refer to the **Budget Unit Brief [University of Iowa Entrepreneur and Economic Growth](#)** for more information.
- The Iowa State University (ISU) Economic Development appropriation includes the Institute for Physical Research and Technology, Small Business Development Centers, and Research Park. Refer to the **Budget Unit Brief [Iowa State University Economic Development](#)** for more information.
- The University of Northern Iowa (UNI) Economic Development appropriation includes the Institute for Decision Making, Metal Casting Center, and MyEntre.Net Program. Refer to the **Budget Unit Brief [University of Northern Iowa Economic Development](#)** for more information.

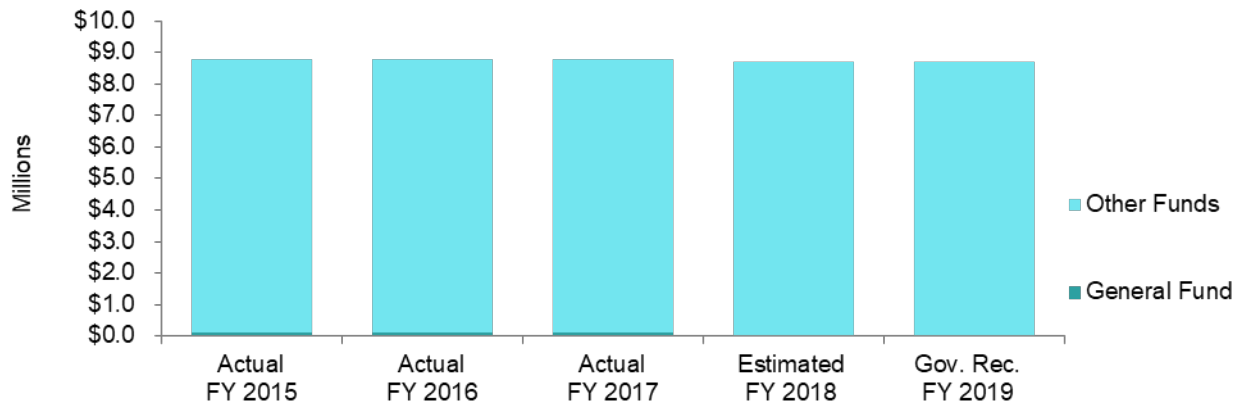
FY 2019 Governor's Recommendations Total: \$8,700,000



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



The five-year funding history graph above does not reflect any funding the Board of Regents received through allocations or appropriations from the Rebuild Iowa Infrastructure Fund (RIIF). Information on these appropriations can be found in the Transportation, Infrastructure, and Capitals Appropriations Subcommittee section.

General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Regents, Board of				
Regents, Board of				
ISU - Small Business Development Centers	\$ 101,000	\$ 0	\$ 0	\$ 0
Total Regents, Board of	\$ 101,000	\$ 0	\$ 0	\$ 0

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Regents, Board of				
Regents, Board of				
Regents Innovation Fund - SWJCF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
ISU - Economic Development - SWJCF	2,424,302	2,424,302	2,424,302	0
UI - Economic Development - SWJCF	209,279	209,279	209,279	0
UI - Entrepreneur and Econ Growth - SWJCF	2,000,000	2,000,000	2,000,000	0
UNI - Economic Development - SWJCF	1,066,419	1,066,419	1,066,419	0
Total Regents, Board of	\$ 8,700,000	\$ 8,700,000	\$ 8,700,000	\$ 0

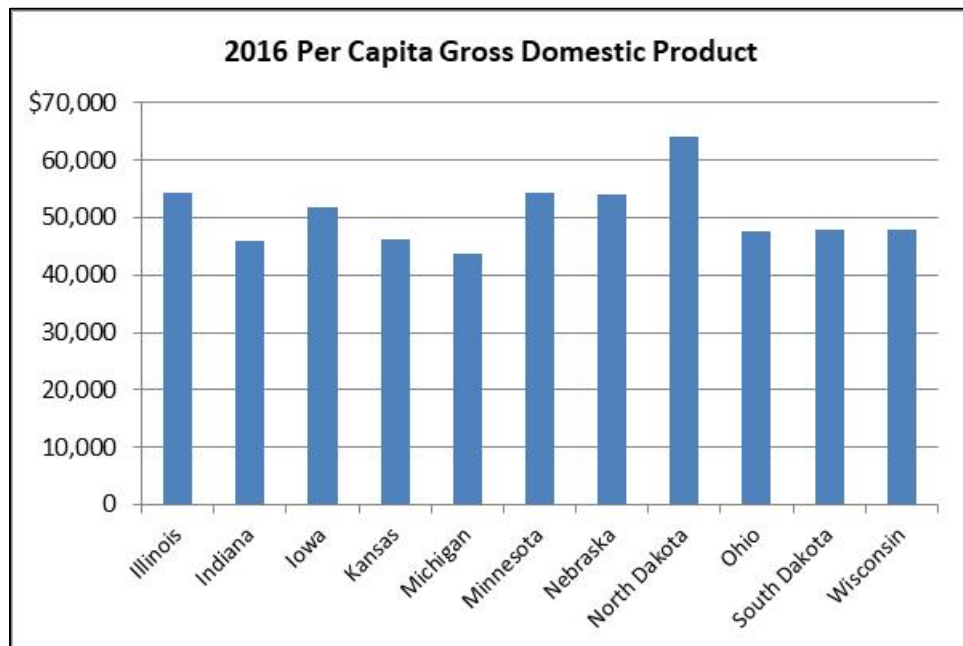
Original FY 2018 General Fund Appropriation – The original FY 2018 General Fund appropriation included the elimination of the \$101,000 appropriation for the Small Business Development Centers at the ISU.

Comparisons to Other States — Gross Domestic Product

Data gathered by the [Bureau of Economic Analysis](#) (BEA) and available from the [Council of State Governments' \(CSG\) States Perform](#) website represents the Gross Domestic Product (GDP) by state. The GDP is the value added to goods and services by economic activity. It is equivalent to the state's gross output (sales or receipts and other operating income, commodity taxes, and inventory change) minus input (consumption of goods and services purchased from other U.S. industries or imported).

When evaluated on a per capita basis, Iowa ranked 17th in the nation, with a per capita GDP of \$51,912, in calendar year 2016. The state with the highest per capita GDP was Massachusetts (\$65,281), followed by New York (\$64,810) and North Dakota (\$64,136). The three lowest states were Mississippi (\$31,102), Idaho (\$36,056), and West Virginia (\$36,244).

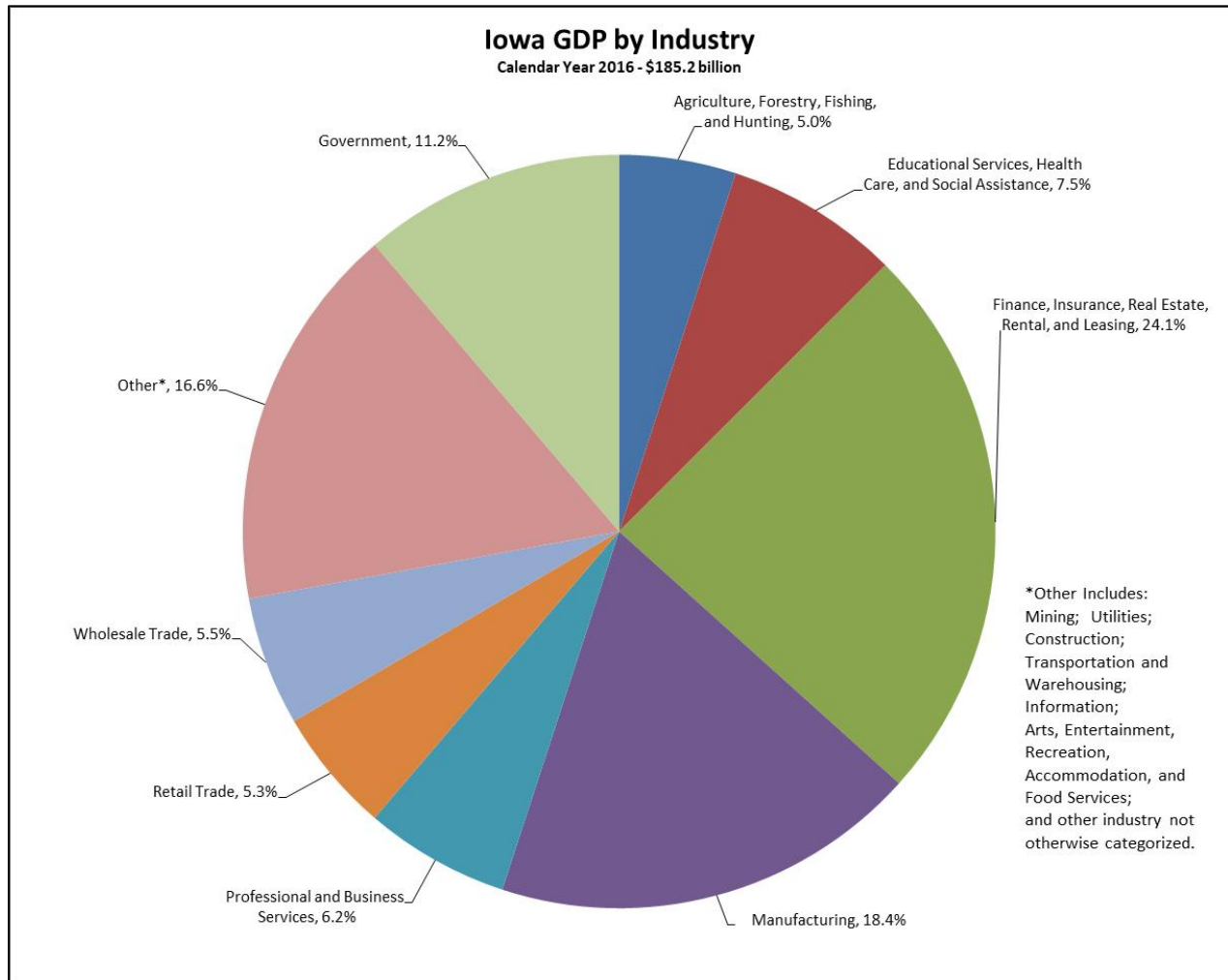
Since 2012, Iowa's GDP has grown by 8.1%, the second largest increase among all states. The state with the largest increase was California with 11.6%, followed by Iowa (8.1%) and Washington (8.0%). The states that had the slowest growth were Alaska (-13.8%), North Dakota (-5.8%), and Louisiana (-2.3%).



The following pie chart displays Iowa's GDP by North American Industry Classification System (NAICS) sector. The largest two sectors of Iowa's GDP are Finance, Insurance, Real Estate, Rental, and Leasing (24.1%) and Manufacturing (18.4%).

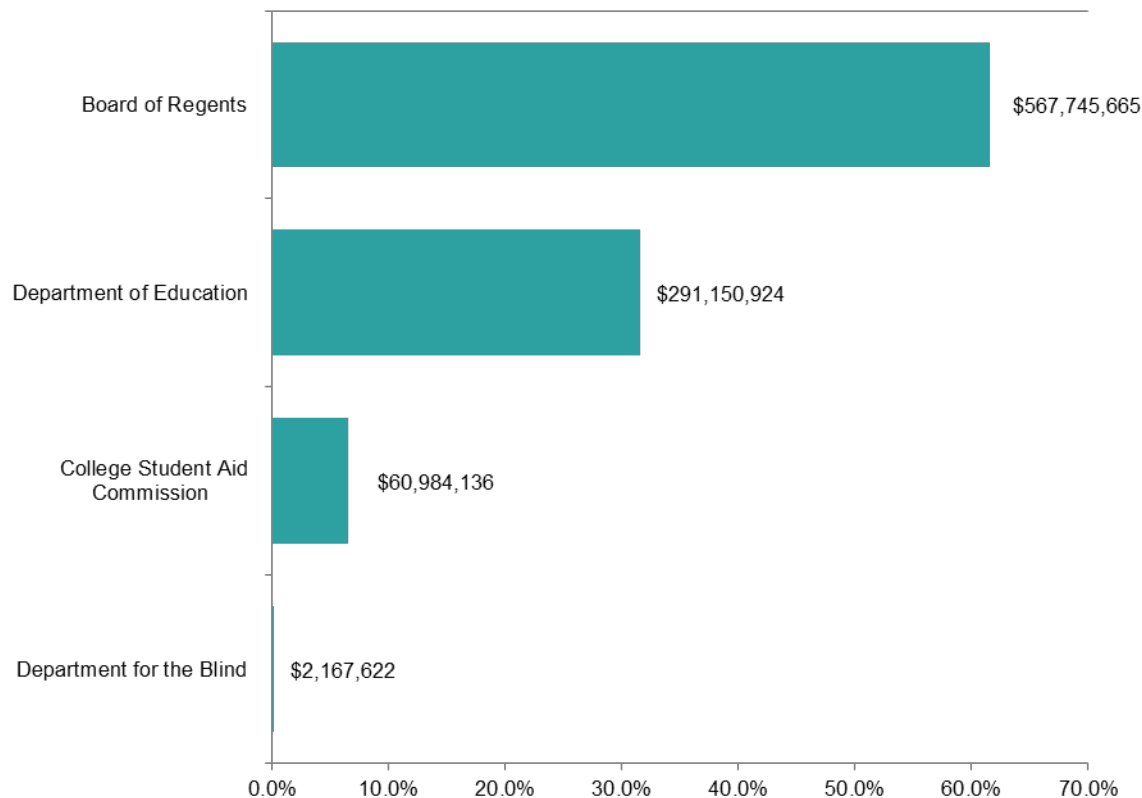
The fastest growing sectors since 2012 are Agriculture, Forestry, Fishing, and Hunting (29.5%); Professional and Business Services (13.3%); and Finance, Insurance, Real Estate, Rental, and Leasing (10.8%). The sectors with the slowest growth since 2012 are Manufacturing (-2.0%), Government (3.9%), and Wholesale Trade (6.2%).

For additional comparisons, refer to [States Perform](#) or the [Bureau of Economic Analysis](#).

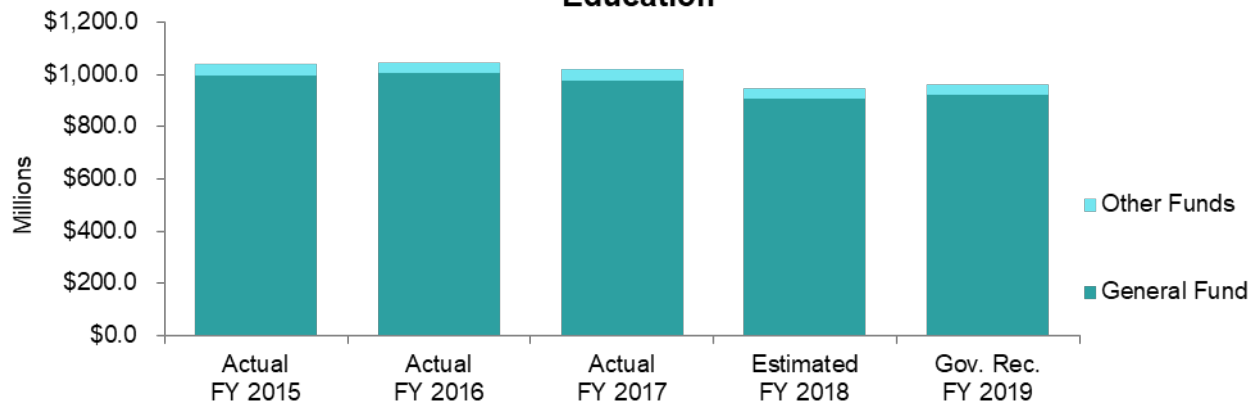


LSA Staff Contact: Ron Robinson (515.281.6256) ron.robinson@legis.iowa.gov

**FY 2019 General Fund Governor's Recommendations
Total: \$922,048,347**

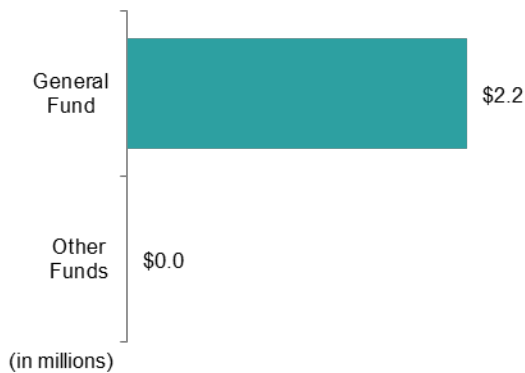
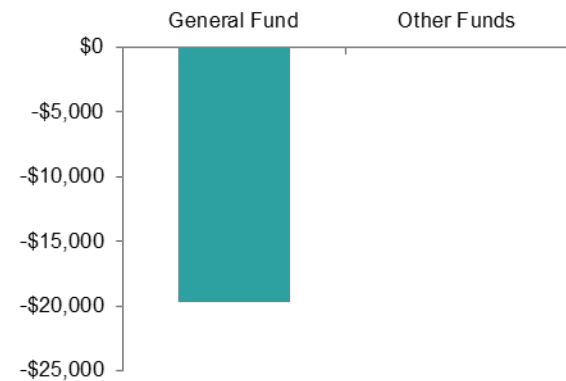
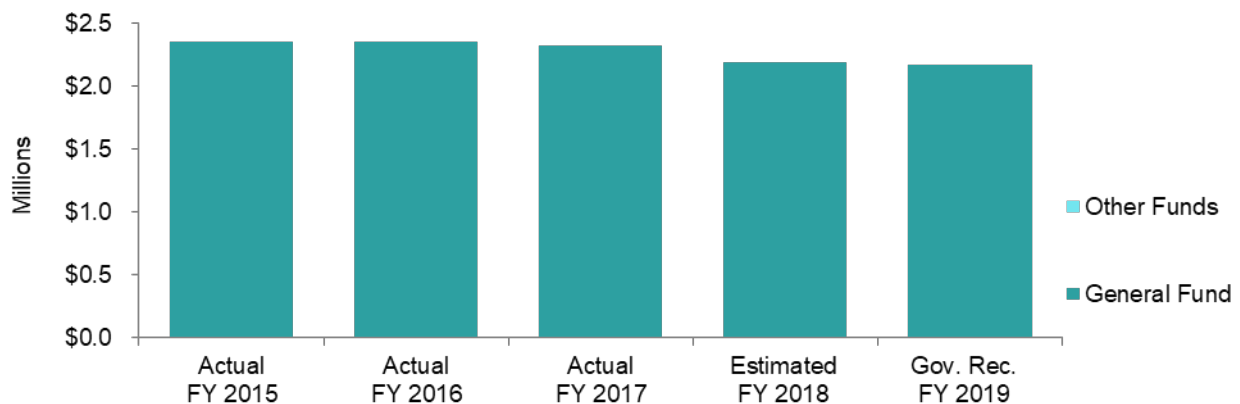


**Five-Year Funding History by Appropriations Subcommittee —
Education**



DEPARTMENT FOR THE BLIND

Agency Overview: The Department for the Blind provides vocational rehabilitation, independent living skills, library services, and other essential services to visually impaired Iowans. The Department's three major service areas are Vocational Rehabilitation (VR), Independent Living (IL), and the Library for the Blind and Physically Handicapped.

FY 2019 Governor's Recommendations
Total: \$2,167,622

Governor's Recommendations
Compared to Estimated FY 2018
**Five-Year Funding History**

General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Blind. Department for the				
Department for the Blind				
Department for the Blind	\$ 2,273,837	\$ 2,187,342	\$ 2,167,622	\$ -19,720
Newsline for the Blind	52,000	0	0	0
Total Blind, Department for the	\$ 2,325,837	\$ 2,187,342	\$ 2,167,622	\$ -19,720

Governor's Recommendations FY 2019 – Significant Changes

Department for the Blind — A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-19,720
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Discussion Items

FY 2018 Governor's Budget Adjustment — The Governor's budget adjustment for the Department for the Blind is a decrease of \$19,720.

Department Reorganization — The Department has been in the process of reorganizing throughout 2017 and anticipates completing the process by February 2018. The reorganization has included:

- Eliminating 10 positions to permit use of the resources to create new positions to meet obligations under the federal Workforce Innovation and Opportunity Act ([WIOA](#)).
- Redesigning the first floor of the building to create a more welcoming environment and more accessible services, including an accessible makerspace, a browsable children's library, a fully accessible career resource center, and an assistive technology learning lab. A media-ready training space is also under development.
- Instituting a new service model for the Independent Living program to better utilize resources and improve outcomes. The Department has been piloting a cluster model since June 2017 and, if the pilot proves successful, plans to expand the pilot to the entire State by January 2018. The pilot has shown the need for one or two additional Independent Living teachers in the field, which will be accomplished with a reallocation of resources.
- Implementing an income set-aside requirement for vendors in the Business Enterprises Program ([BEP](#)) to make the program self-supporting. The Department currently spends approximately \$500,000 on the Program, while all other Midwest states ask vendors to set aside a portion of their net income, as permitted by federal law. The Department estimates that a 7.0% set-aside will make the program self-supporting with minimal impact to the vendor's ability to make a good income.
- Greater use of volunteers throughout the Department. Director Emily Wharton, Board Chair Sandi Ryan, and several staff members completed training through [Points of Light](#) and its [Service Enterprise Initiative](#) to improve the Department's ability to utilize volunteers.

State Match Requirements for Federal Funds — The majority of the General Fund appropriation to the Department for the Blind serves as a nonfederal match to draw down federal funds at a ratio of 21.3%/78.7%. This funding is also subject to a maintenance of effort (MOE) requirement. A reduction in this State funding for the Department can lead to a loss of federal funding.

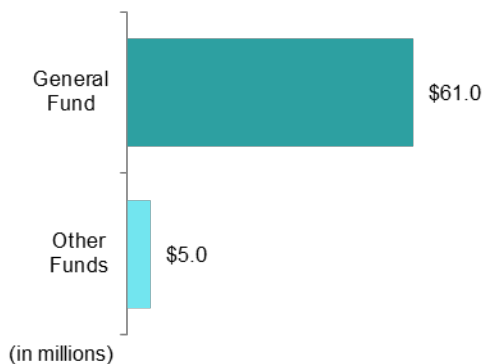
The federal government has yet to set funding levels for FFY 2018, but the agency is projecting that funding will remain static at the FFY 2017 level. *The Governor is recommending FY 2019 funding of \$2,167,622 from the General Fund, a decrease of \$19,720 compared to estimated FY 2018.*

Newsline for the Blind — The annual appropriation for this service was not funded in FY 2018. Appropriations for the [Newsline](#) service between FY 2012 and FY 2017 ranged from \$50,000 to \$52,000. The Department was able to get a reduced Newsline membership rate of \$48,500 for FY 2018 and budgeted to pay \$17,318 from general operating funds, consistent with years past. The Iowa chapter of the National Federation of the Blind (NFBI) and the Iowa Council of the United Blind (CUB) asked the Commission for the Blind to find the remaining funding needed for this service that they believe all blind Iowans use. The Commission voted unanimously to pay the remainder (\$31,182) from the Gifts and Bequests Fund for FY 2018. Commissioners stated that they will not be willing to use the Fund for this purpose in the future, and they urged the NFBI and CUB to find a permanent source of funding for the future. *The Governor is recommending no FY 2019 funding, which is no change compared to estimated FY 2018.*

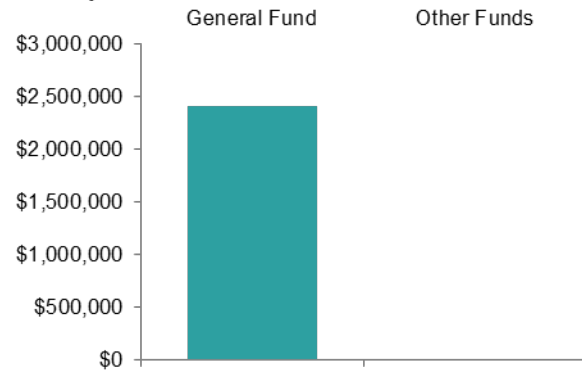
COLLEGE STUDENT AID COMMISSION

Agency Overview: The College Student Aid Commission (CSAC), under the direction of a 15-member board, administers a variety of State and federal programs to connect students with resources and services to finance a college education. The Commission offers need-based scholarships, grants, work study, and loans. The Commission provides school and lender services, borrower and collections services, communications services to assist students and families in planning and paying for college, and data collection and management.

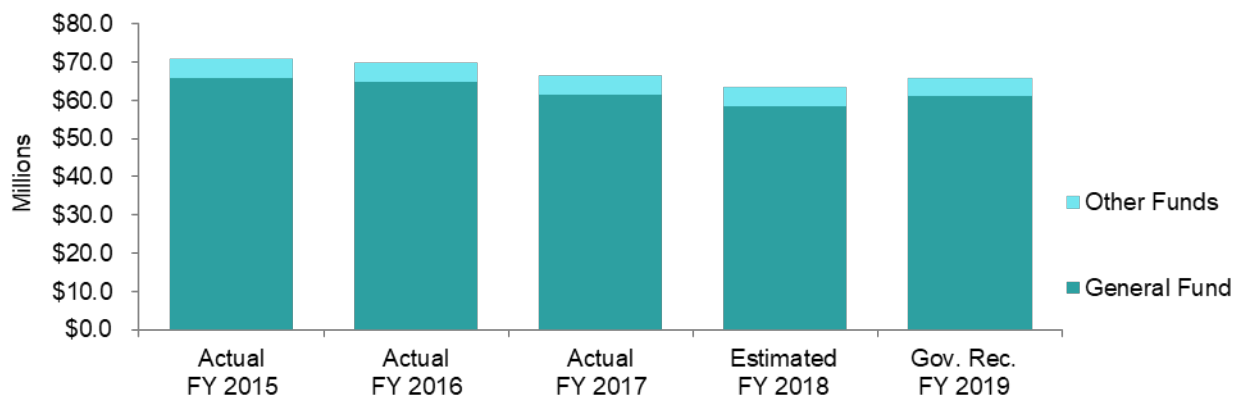
FY 2019 Governor's Recommendations Total: \$65,984,136



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
College Student Aid Commission				
College Student Aid Comm.				
College Aid Commission	\$ 431,896	\$ 429,279	\$ 429,279	\$ 0
DMU Health Care Prof Recruitment	400,973	400,973	400,973	0
National Guard Benefits Program	2,100,000	3,100,000	4,879,600	1,779,600
Teacher Shortage Loan Forgiveness	392,452	200,000	105,828	-94,172
All Iowa Opportunity Scholarships	2,840,854	2,840,854	2,840,854	0
All Iowa Opportunity Foster Care Grant	454,057	0	0	0
Teach Iowa Scholars	400,000	400,000	400,000	0
Rural IA Primary Care Loan Repayment Prog.	1,209,016	1,124,502	1,124,502	0
Health Care-Related Loan Program	0	200,000	200,000	0
Tuition Grant Program - Standing	48,939,681	46,630,951	47,330,415	699,464
Tuition Grant - For-Profit	1,975,000	1,500,000	1,522,500	22,500
Vocational Technical Tuition Grant	2,250,185	1,750,185	1,750,185	0
Barber & Cosmetology Tuition Grant Program	36,938	0	0	0
Nurse & Nurse Educator Loan Forgiveness	80,852	0	0	0
Rural Nurse/PA Loan Repayment	84,806	0	0	0
Total College Student Aid Commission	\$ 61,596,710	\$ 58,576,744	\$ 60,984,136	\$ 2,407,392

Governor's Recommendations FY 2019 – Significant Changes

National Guard Benefit Program — An increase for the National Guard Education Assistance Program.	\$1,779,600
Teacher Shortage Loan Forgiveness — A decrease for the Teacher Shortage Loan Forgiveness Program to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-94,172
Tuition Grant Program — An increase for the Tuition Grant Program (Nonprofit).	\$699,464
Tuition Grant – For-Profit — An increase for the For-Profit Tuition Grant Program.	\$22,500

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
College Student Aid Commission				
College Student Aid Comm.				
Skilled Workforce Shortage Grant - SWJCF	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Total College Student Aid Commission	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the College Student Aid Commission is a decrease of \$94,172. The Governor is allowing the Commission discretion as to how the reduction is attained. More information on how the Commission will achieve this reduction will be provided when available.

Commission Administrative Costs — In FY 2017, the Commission spent \$902,015 to administer State-funded aid programs. This was a 15.2% decrease compared to FY 2016 expenditures. The General Assembly appropriated \$431,896 for administration, with the Operating Fund subsidizing the remainder in the amount of \$470,119. The Operating Fund also funded an additional \$4,277,745 in agency administration expenditures in FY 2017 that are not related to the State-funded programs and not reimbursed from other sources.

Federal Loan Portfolio Projections — Revenue from the Commission's federal loan portfolio, transferred to Great Lakes Higher Education Corporation in 2012, is deposited into the agency's Operating Fund, which is used to cover operating costs not funded by other sources. The balance in the Operating Fund at the close of FY 2017 was \$26,918,838.

Revenue from the portfolio was originally expected to decrease steadily over time, as outstanding loans are discharged. But revenue from the portfolio has fluctuated significantly from year to year. The Commission has received revenues from Great Lakes as follows:

FY 2017	\$	4,951,276
FY 2016	\$	4,788,165
FY 2015	\$	2,937,185
FY 2014	\$	7,043,588
FY 2013	\$	3,790,690

Nonprofit Iowa Tuition Grant — The Commission estimates that an appropriation of \$74,500,000 is needed to fully fund the statutory maximum award for FY 2019. Funding at that level would require an increase of \$27,869,049 compared to estimated FY 2018.

The statutory limits on the annual award were changed in the 2017 Legislative Session in [HF 642](#) (FY 2018 Education Appropriations Act), making the potential maximum award significantly greater. The annual award was previously limited to \$6,000, but is now limited to the amount of the student's financial need, and cannot exceed the lesser of the student's tuition and mandatory fees for the year or an amount equivalent to the average resident tuition and mandatory fees for two semesters at a State university. The actual maximum award in any academic year may be less, depending on the amount of State funding appropriated and the number of expected applicants. *The Governor is recommending FY 2019 funding of \$47,330,415, an increase of \$699,464 compared to estimated FY 2018.*

For-Profit Iowa Tuition Grant — The Commission estimates that an appropriation of \$7,500,000 is needed to fully fund the statutory maximum award of \$6,000 per recipient for FY 2019, assuming that demand remains steady and Kaplan students continue to be eligible for the full academic year (see next **Discussion Item**). Funding at that level would require an increase of \$6,000,000 compared to estimated FY 2018. The agency did not request an increase in funding for FY 2019. NOTE: Without Kaplan students participating, the appropriation needed to fully fund the statutory maximum award would be

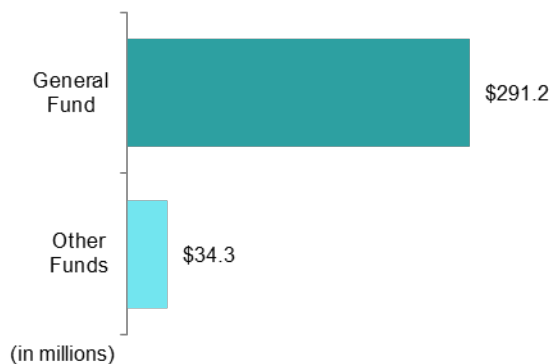
reduced by \$4,000,000. *The Governor is recommending FY 2019 funding of \$1,522,500, an increase of \$22,500 compared to estimated FY 2018.*

Kaplan University and Purdue University — Purdue University, a public institution based in Indiana, is in the process of absorbing Kaplan University, which would make Kaplan students ineligible for State-funded financial aid programs, including the For-Profit Iowa Tuition Grant. The transaction must be approved by the Higher Learning Commission, the accrediting agency. It is anticipated that the transaction will be finalized in mid to late spring 2018, a point in time when Iowa students attending Kaplan will have received the majority of their State-funded grants for the 2017-2018 academic year.

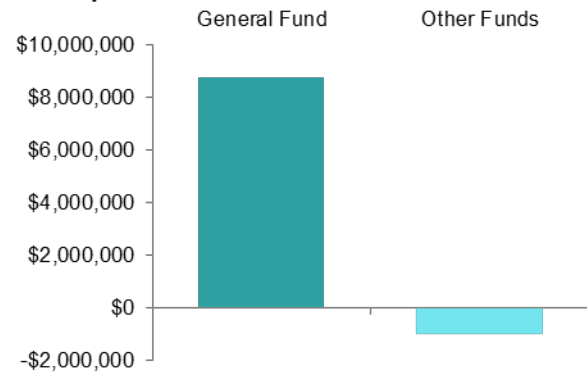
DEPARTMENT OF EDUCATION

Agency Overview: The Department of Education oversees Pre-K through 12 education in Iowa as well as the community college system. In addition, the Department's budget includes early childhood programming, the State Library and local library support, Iowa Public Television (IPTV), and Iowa Vocational Rehabilitation Services (IVRS). Direct aid to local schools is not part of the Education Appropriations Subcommittee's budget. For more information on school aid, see the State School Aid and the Unassigned Standing Appropriations sections of this document.

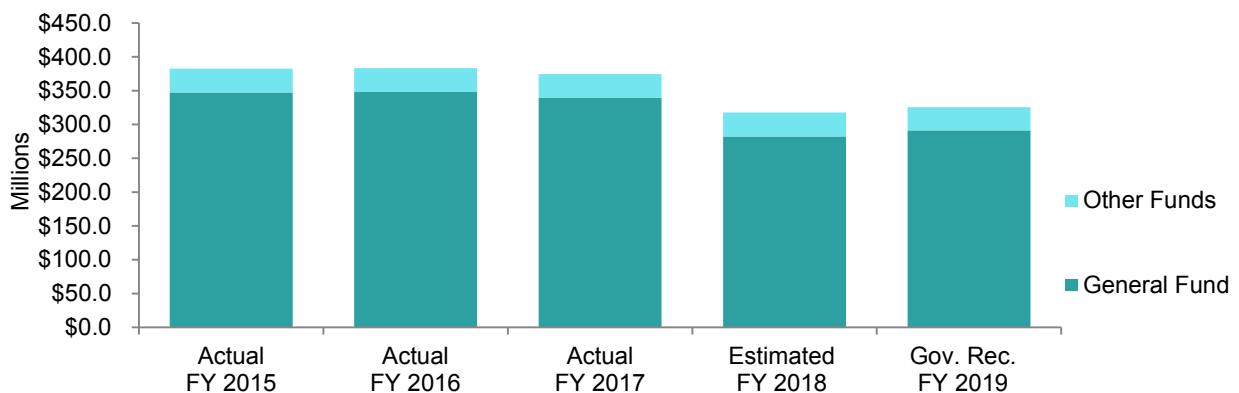
FY 2019 Governor's Recommendations Total: \$325,450,924



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Education, Department of				
Education, Dept. of				
Administration	\$ 5,964,047	\$ 5,964,047	\$ 6,089,047	\$ 125,000
Career Technical Education Administration	598,197	598,197	598,197	0
State Library	2,530,063	2,530,063	2,530,063	0
State Library - Enrich Iowa	2,477,694	2,464,823	2,464,823	0
Regional Telecommunications Councils	992,913	0	0	0
Career Technical Education Secondary	2,630,134	2,630,134	2,630,134	0
Food Service	2,176,797	2,176,797	2,176,797	0
ECI General Aid (SRG)	5,180,009	22,162,799	22,162,799	0
ECI Preschool Tuition Assistance (SRG)	5,225,294	0	0	0
ECI Family Support and Parent Ed (SRG)	11,900,768	0	0	0
Special Ed. Services Birth to 3	1,721,400	1,721,400	1,721,400	0
Early Head Start Projects	600,000	574,500	574,500	0
Nonpublic Textbook Services	650,214	650,214	650,214	0
Student Achievement/Teacher Quality	55,184,351	3,395,667	2,965,467	-430,200
Jobs For America's Grads	700,000	666,188	1,666,188	1,000,000
Attendance Center/Website & Data System	237,500	250,000	250,000	0
Administrator Mentoring/Coaching Support	289,441	0	0	0
English Language Literacy Grant Program	481,250	0	0	0
Online State Job Posting System	230,000	230,000	230,000	0
Area Education Agency Support System	1,000,000	0	0	0
Early Lit - Successful Progression	8,000,000	7,824,782	7,824,782	0
Early Lit - Early Warning System	1,915,000	1,915,000	1,915,000	0
Early Lit - Iowa Reading Research Center	962,500	957,500	1,257,500	300,000
Iowa Learning Online Initiative	0	0	500,000	500,000
Competency-Based Education	338,000	0	0	0
Fine Arts Beginning Teacher Mentoring Program	25,000	0	0	0
Midwestern Higher Education Compact	100,000	115,000	115,000	0
Area Education Agency Distribution	962,500	0	0	0
Community Colleges General Aid	199,540,605	201,190,889	202,394,955	1,204,066
Community College Salary Supplement	500,000	0	0	0
Child Development	12,133,464	10,730,000	10,575,370	-154,630
LEA Assessment	0	0	5,000,000	5,000,000
Computer Science PD Incentive Fund	0	0	500,000	500,000
Work-Based Learning Clearinghouse	0	0	250,000	250,000
Summer Joint Enrollment Program	0	0	600,000	600,000
Education, Dept. of	\$ 325,247,141	\$ 268,748,000	\$ 277,642,236	\$ 8,894,236
Vocational Rehabilitation				
Vocational Rehabilitation	\$ 5,849,338	\$ 5,625,675	\$ 5,677,908	\$ 52,233
Independent Living	89,128	84,823	84,823	0
Entrepreneurs with Disabilities Program	145,535	138,506	138,506	0
Independent Living Center Grant	90,294	86,457	86,457	0
Vocational Rehabilitation Maintenance of Effort	0	106,705	0	-106,705
Vocational Rehabilitation	\$ 6,174,295	\$ 6,042,166	\$ 5,987,694	\$ -54,472
Iowa Public Television				
Iowa Public Television	\$ 7,873,846	\$ 7,589,415	\$ 7,520,994	\$ -68,421
Total Education, Department of	\$ 339,295,282	\$ 282,379,581	\$ 291,150,924	\$ 8,771,343

Governor's Recommendations FY 2019 — Significant Changes

Student Achievement Teacher Quality — A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-430,200
Jobs for America's Grads — An increase to expand the program.	\$1,000,000
Early Lit - Iowa Reading Research Center — An increase to support the creation of an early literacy best practices blueprint to be used statewide.	\$300,000
Iowa Learning Online — An increase to support the creation of computer science coursework. The ILO has not received State funding since FY 2016.	\$500,000
Community College General Aid — A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-1,813,797
Community Colleges General Aid — A net increase for general aid.	\$1,204,066
Child Development — A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-154,630
LEA Assessment — A new appropriation to partially fund the new Statewide assessment.	\$5,000,000
Computer Science PD Incentive Fund — A new appropriation to fund initiative.	\$500,000
Work-Based Learning Clearinghouse — A new appropriation to fund a statewide clearinghouse aimed at expanding work-based learning for high school students.	\$250,000
Summer Joint Enrollment Program — A new appropriation to fund summer joint enrollment between school districts and community colleges.	\$600,000

Vocational Rehabilitation — A net decrease of \$54,472.	
An increase to the FY 2019 appropriation that accounts for the revision to the FY 2018 appropriation to match the FY 2018 base after the Governor's recommended reduction.	\$52,233
A decrease to eliminate the FY 2018 one-time appropriation for Vocational Rehabilitation Maintenance of Effort. The Governor includes the amount in the base appropriation for Vocational Rehabilitation for FY 2019.	\$-106,705

Iowa Public Television — A decrease to revise the FY 2019 appropriation for Iowa Public Television to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-68,421
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Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Education, Department of				
Education, Dept. of				
Workforce Training & Econ Dev Funds - SWJCF	\$ 15,100,000	\$ 15,100,000	\$ 15,100,000	\$ 0
Adult Literacy for the Workforce - SWJCF	5,500,000	5,500,000	5,500,000	0
ACE Infrastructure - SWJCF	6,000,000	6,000,000	5,000,000	-1,000,000
PACE and Regional Sectors - SWJCF	5,000,000	5,000,000	5,000,000	0
Gap Tuition Assistance Fund - SWJCF	2,000,000	2,000,000	2,000,000	0
Work-Based Intermed Network - SWJCF	1,500,000	1,500,000	1,500,000	0
Workforce Prep. Outcome Reporting - SWJCF	200,000	200,000	200,000	0
Total Education, Department of	\$ 35,300,000	\$ 35,300,000	\$ 34,300,000	\$ -1,000,000

Governor's Recommendations FY 2019 — Significant Changes

ACE Infrastructure — A decrease for ACE Infrastructure from the Skilled Worker and Job Creation Fund (SWJCF). The Governor is recommending a new appropriation from the Fund and the same amount to the Department of Corrections for Iowa Prison Industries in the Justice System Appropriations Subcommittee budget recommendations.	\$-1,000,000
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Discussion Items

FY 2018 Governor's Budget Adjustment — Department of Education — The Governor's budget adjustment for the Department for Education is a decrease of \$584,830. The Governor allowed the Department discretion as to how the reduction was attained and the Department selected reductions to the Student Achievement and Teacher Quality (SA/TQ) and the Child Development appropriations. More information is available later in this document on the SA/TQ allocation recommendations.

FY 2018 Governor's Budget Adjustment — Community Colleges — The Governor's budget adjustment for the Community College General Aid appropriation is a decrease of \$1,813,797.

FY 2018 Governor's Budget Adjustment — IVRS — The Governor's budget adjustment for Iowa Vocational Rehabilitation Services (IVRS) is a decrease of \$54,472. The Governor is allowing the agency discretion as to how the reduction is attained. More information on how the agency will achieve this reduction will be provided when available.

FY 2018 Governor's Budget Adjustment — Iowa Public Television — The Governor's budget adjustment for the Iowa Public Television appropriation is a decrease of \$68,421.

Federal Funds in the Department of Education — There are four appropriations under the Department of Education that fulfill maintenance of effort (MOE) requirements for federal funds.

- **Career Technical Administration and Career Technical Administration Secondary.** These appropriations were formerly known as "Vocational Education" and have been renamed to reflect the changes in the Career Technical Education Program. These funds are part of the State's receipt of federal Perkins funding. To fulfill MOE requirements, the State must spend an amount equal to or greater than the amount spent the previous year, \$598,197, unless the federal award is decreased. Failure to meet MOE requirements for either of these appropriations may jeopardize all Perkins funding, which occurred when MOE was not met in FY 2012.

- **School Food Service.** Using information on past usage, the federal government determines how much funding the State is eligible for in the coming year and then determines the amount of State match required. The current match rate is \$1 of State funding for every \$88 of federal funding (for example, \$2,376,797 of State match generates \$191,797,011 in federal funding). Reductions in State funding for this appropriation may result in the need to lower meal reimbursement rates to schools.
- **Special Education Services Birth to Three.** This appropriation funds the State's early childhood special education services under the federal Individuals with Disabilities Education Act (IDEA). Any reduction in State funding (\$1,721,400) for this program results in the loss of all federal funds for this program.

Consolidation of State Library Public Service Desks — On December 18, 2017, the State Library closed its main public service desk in the Ola Babcock Miller Building and consolidated in-person public services in the State Law Library on the second floor of the Capitol. The State Library's space in the Miller Building will be reconfigured and may include additional meeting and collaboration space.

Federal Funds - IVRS — For FFY 2017, IVRS was able to match all available federal funds. There was no MOE deficit for FFY 2017.

For FFY 2018, IVRS anticipates being able to draw down all available federal funds without an MOE deficit if the State appropriation is not reduced.

In FY 2018, IVRS received two General Fund appropriations for Vocational Rehabilitation totaling \$5,732,380, an amount intended to avoid an MOE deficit. *The Governor is recommending FY 2019 funding of \$5,677,908, a decrease of \$52,233 compared to estimated FY 2018.*

IVRS Waiting List — When IVRS lacks the financial or staff capacity to serve all individuals with disabilities, individuals awaiting services are added to a waiting list. The waiting list averaged 1,837 people in 2015, 1,012 in 2016, and 745 in 2017. As of September 30, 2017, the waiting list had 733 people.

Iowa Learning Online Initiative — Iowa Learning Online (ILO) was established in 2004 as an initiative of the Department of Education. The ILO initiative partners with school districts and accredited nonpublic schools to provide distance education to high school students statewide. The Internet and Iowa Communications Network (ICN) video classrooms are used to deliver the distance education. The ILO initiative was formally established in the Iowa Code during the 2012 Legislative Session in Iowa Acts [ch. 1119](#) (Education Reform). Iowa Acts [ch. 121](#) (2013 Education Reform Appropriations Act), enacted during the 2013 Legislative Session, required the Department to establish fees paid by school districts to participate in the ILO initiative and appropriated \$1,500,000 for both FY 2015 and FY 2016. The appropriations were for administration and up to 3.00 FTE positions. The initiative received no appropriation in FY 2018. *The Governor is recommending \$500,000 in funding to ILO for FY 2019 to fund the initiative and support the creation of a Computer Science online class.*

Computer Science Initiatives — During the 2017 Legislative Session, the General Assembly passed [Senate File 274](#) (Computer Science Act), which established a Computer Science Professional Development Fund, created a work group to identify and recommend measures for incentivizing schools to meet a series of Computer Science-based goals, and set the expectation that the Department of Education would establish computer science-associated education standards. Districts receiving funds from the Computer Science Professional Development Incentive Fund must adhere to the established standards. The Act states, "It is the intent of the general assembly to appropriate moneys for purposes of the computer science professional development incentive fund for the fiscal year beginning July 1,

2018.” [House File 642](#) (FY 2018 Education Appropriations Act) includes a \$250,000 appropriation to the Fund for FY 2019. *The Governor is recommending \$500,000 in funding in the Computer Science Professional Development Incentive program for FY 2019 and increasing the Department’s Administration funding by \$125,000 to fund a Computer Science consultant and fund manager.*

FY 2018 Governor’s Recommended Reduction — Student Achievement and Teacher Quality (SA/TQ) —

The Governor is recommending a \$430,200 reduction to SA/TQ for FY 2018. This includes reductions to the following allocations:

- \$338,000 reduction to National Board Certification.
- \$46,100 reduction to Teacher Development Academies.
- \$46,100 reduction to Career Development and Evaluator Training.

Student Achievement and Teacher Quality Program Allocations of the Annual Appropriation					
	FY 2017	Est FY 2018	Gov's Rec Rev FY 2018	Gov's Rec FY 2019	Gov's Rec FY 2019 vs Est FY 2018
National Board Certification	\$ 761,250	\$ 761,250	\$ 423,250	\$ 423,250	\$ -338,000
Ambassador to Education	85,000	85,000	85,000	85,000	0
Mentoring and Induction	4,021,875	0	0	0	0
Career Dev/Evaluator Training	786,816	774,316	728,216	728,216	-46,100
Teacher Dev Academies	1,136,410	1,123,910	1,077,810	1,077,810	-46,100
Fine Arts Beginning Teacher Mentoring	N/A	25,000	25,000	25,000	0
Teacher Leadership Grants and Aid	49,973,809	0	0	0	0
Teacher Leadership Technical Assistance	626,191	626,191	626,191	626,191	0
Totals	<u>\$ 57,391,351</u>	<u>\$ 3,395,667</u>	<u>\$ 2,965,467</u>	<u>\$ 2,965,467</u>	<u>\$ -430,200</u>

Note: The first year Fine Arts Beginning Teacher Mentoring was included in this appropriation was FY 2018.

Nonpublic Textbook Services — Nonpublic Textbook Services provides reimbursement to public schools for the cost of textbooks provided to pupils attending accredited nonpublic schools (including special accredited college preparatory schools). Textbooks adopted and purchased by a public school district are to be made available to pupils attending accredited nonpublic schools upon request of the pupil or the pupil’s parent. The funding for Nonpublic Textbook Services is used by public school districts to purchase nonsectarian textbooks for the use of pupils attending accredited nonpublic schools located within the boundaries of the public school district. Funding for textbooks is limited to \$20 per pupil for nonpublic school students and cannot exceed the funding for textbooks offered to public school pupils. *The Governor is not recommending any change in funding for FY 2019.*

High-Need Schools — During the 2013 Legislative Session, [HF 215](#) (FY 2014 Education Reform Appropriations Act) created the High-Need Schools Supplemental Assistance Program as part of the Student Achievement/Teacher Quality (SA/TQ) Program. [House File 215](#) created a standing allocation of \$10,000,000 for the High-Need Schools Supplemental Assistance Program from the annual appropriation for the SA/TQ Program. The allocation was originally authorized to begin in FY 2015, but the General Assembly has delayed funding until FY 2019. Without further action by the General

Assembly, the standing appropriation of \$10,000,000 will occur in FY 2019. *The Governor has made no recommendation for FY 2019.*

Statewide Assessment — During the 2017 Legislative Session, the General Assembly passed [Senate File 240](#) (Student Statewide Assessment Act), which required the Department of Education to select a Statewide assessment based on the following considerations:

- Feasibility of implementation by school districts.
- Cost to the State and school districts.
- Alignment with the Iowa core academic standards.
- Compliance with federal law (Every Student Succeeds Act – ESSA).

The Department selected the American Institute for Research’s (AIR) proposal in September 2017. However, the assessment has not been implemented in administrative rule; another bidding company has lodged an appeal with the Department of Administrative Services, which oversaw the request for proposal process. The Department requested \$8,000,000 for FY 2019 to fund the assessment based on AIR’s proposal. *The Governor is recommending \$5,000,000 in funding for FY2019 to fund the assessment. This is not sufficient to fully fund the assessment based on AIR’s proposal, and school districts may be expected to make up the difference on a per-pupil basis.*

Future Ready Iowa Initiatives — *The Governor is recommending two new appropriations that directly relate to the goals of Future Ready Iowa.* The “Statewide Clearinghouse to Expand Work-Based Learning” is a \$250,000 appropriation for the creation of a virtual projects board, which the Governor believes will serve to encourage partnerships between K-12 schools and businesses. The second is a \$600,000 appropriation to fund summer concurrent enrollment for high school students receiving community college credit related to high-demand fields. The funds would flow to school districts, allowing districts to offer concurrent courses over the summer.

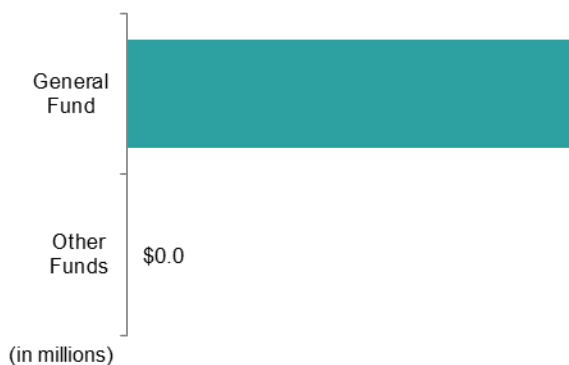
IPTV Costs Attributed to Overnight Shutdown — The IPTV requested an FY 2019 increase of \$147,500 from the General Fund to restore overnight broadcasts. The agency cited a need to restore overnight operations due to equipment repair and replacement costs that have resulted from overnight shutdowns. The agency explained that when equipment is shutdown overnight to reduce utility and other costs, the transmission lines that run from each transmitter to the antenna at the top of the tower cool to the ambient outside temperature; then the transmission lines quickly heat to operating temperature (150-200 degrees Fahrenheit) when operations resume in the morning. The heating and cooling cycles cause expansion and contraction that puts stress on the lines.

The agency reported that the transmission lines statewide were relatively new in 2010, when overnight broadcasts ended, and the damage caused by the expansion and contraction cycle occurs over time. The first and only transmission line failure thus far occurred in 2016 at the Sioux City tower. There were no failures in 2017, which the agency attributes to a mild winter. The damage to the lines at the Sioux City tower cost \$45,000 to repair. In this instance, the damage was lower on the tower. The cost increases if the damage occurs higher up on the tower. The agency has also expressed concern that transmission line failures can take IPTV off the air for prolonged periods of time, particularly in the winter when tower work is more difficult. *The Governor is recommending FY 2019 funding of \$7,520,994, a decrease of \$68,421 compared to estimated FY 2018.*

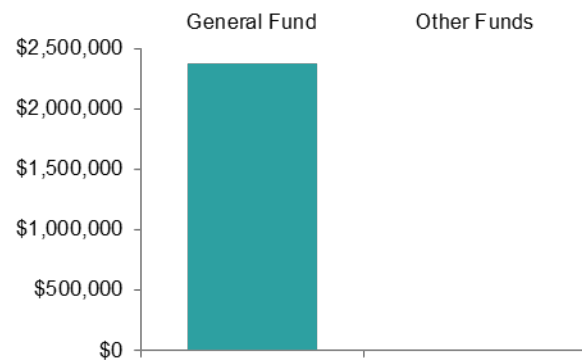
BOARD OF REGENTS

Agency Overview: The Board of Regents (BOR) is a nine-member board that oversees the University of Iowa, Iowa State University, the University of Northern Iowa, the Iowa School for the Deaf, and the Iowa Educational Services for the Blind and Visually Impaired. The Board establishes policy for the institutions; hires the university presidents and special schools superintendent; approves budgets, tuition and fees, bonding, investment policies, and other business and finance matters; reviews and approves academic programs; and serves as the trustees for the University of Iowa Hospitals and Clinics (UIHC).

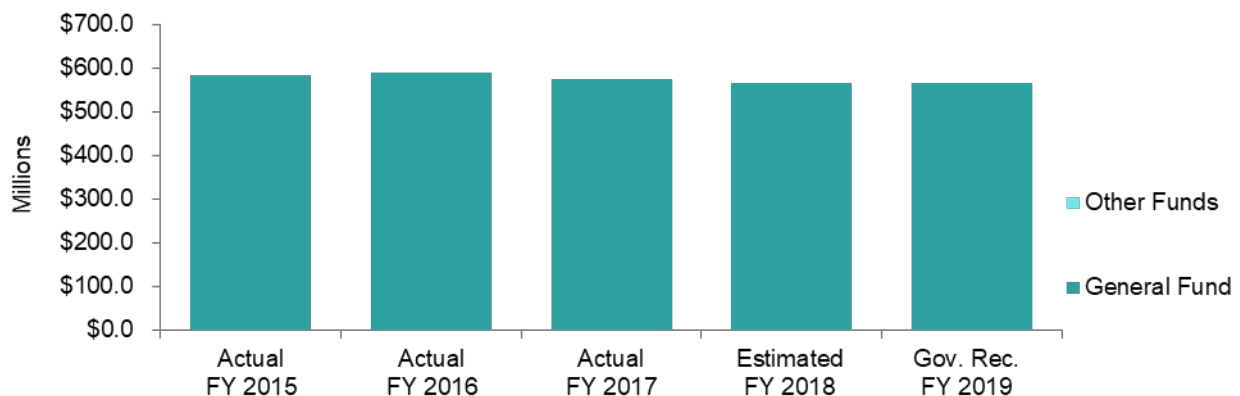
FY 2019 Governor's Recommendations Total: \$567,745,665



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Regents, Board of				
Regents, Board of				
Regents Board Office	\$ 794,714	\$ 794,714	\$ 785,766	\$ -8,948
BOR - Regents Resource Centers	0	278,848	275,708	-3,140
GRA - SW Iowa Regents Resource Ctr	182,734	0	0	0
GRA - NW Iowa Regents Resource Ctr	96,114	0	0	0
GRA - Quad Cities Graduate Center	5,000	0	0	0
IPR - Iowa Public Radio	391,568	359,264	355,219	-4,045
University of Iowa - General	222,985,505	216,759,067	214,318,479	-2,440,588
UI - Oakdale Campus	2,186,558	2,186,558	2,161,939	-24,619
UI - Hygienic Laboratory	4,402,615	4,402,615	4,353,044	-49,571
UI - Family Practice Program	1,788,265	1,788,265	1,768,130	-20,135
UI - Specialized Children Health Services	659,456	659,456	652,031	-7,425
UI - Iowa Cancer Registry	149,051	149,051	147,373	-1,678
UI - Substance Abuse Consortium	55,529	55,529	54,904	-625
UI - Biocatalysis	723,727	723,727	715,578	-8,149
UI - Primary Health Care	648,930	648,930	641,623	-7,307
UI - Iowa Birth Defects Registry	38,288	38,288	37,857	-431
UI - Iowa Nonprofit Resource Center	162,539	162,539	160,709	-1,830
UI - IA Online Advanced Placement Acad.	481,849	481,849	476,424	-5,425
UI - Iowa Flood Center	1,500,000	1,200,000	1,186,489	-13,511
Iowa State University - General	175,409,852	172,874,861	170,928,385	-1,946,476
ISU - Agricultural Experiment Station	29,886,877	29,886,877	29,550,367	-336,510
ISU - Cooperative Extension	18,266,722	18,266,722	18,061,049	-205,673
ISU - Leopold Center	397,417	0	0	0
ISU - Livestock Disease Research	172,844	172,844	170,898	-1,946
University of Northern Iowa - General	94,535,232	93,712,362	93,712,362	0
UNI - Recycling and Reuse Center	175,256	175,256	175,256	0
UNI - Governor's STEM Advisory Council	5,200,000	5,446,375	5,446,375	0
UNI - Real Estate Education Program	125,302	125,302	125,302	0
Iowa School for the Deaf	9,723,215	9,897,351	10,045,811	148,460
Iowa Braille and Sight Saving School	4,053,893	4,126,495	4,188,393	61,898
ISD/IBSSS - Tuition and Transportation	11,763	0	0	0
ISD/IBSSS - Licensed Classroom Teachers	82,049	0	0	0
FY 19 Regents Increase	0	0	7,250,194	7,250,194
Total Regents, Board of	\$ 575,292,864	\$ 565,373,145	\$ 567,745,665	\$ 2,372,520

Governor's Recommendations FY 2019 – Significant Changes

Iowa School for the Deaf — A general increase.	\$148,460
Iowa Braille and Sight Saving School — A general increase for the Educational Services for the Blind and Visually Impaired.	\$61,898
Regents Institutions — A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions. The FY 2018 reductions are not applied to the University of Northern Iowa appropriations.	\$-5,088,032
Board of Regents FY 2019 Increase — A new appropriation to be allocated at the discretion of the Board of Regents.	\$7,250,194

Discussion Items

FY 2018 Governor's Budget Adjustment — The Governor's budget adjustment for the Board of Regents is a decrease of \$5,133,070. The Governor is allowing the Board discretion as to how the reduction is attained. More information on how the Board will achieve this reduction will be provided when available.

Tuition Rates — The Board of Regents postponed the setting of tuition rates for the 2018-2019 academic year to allow time to seek input from the universities and stakeholders. The Board will discuss the first reading of the proposed tuition rates at its February 22, 2018, meeting at Iowa State University. The final reading and adoption is scheduled for June 7, 2018, at the University of Northern Iowa. The following information pertains to tuition rates for the current 2017-2018 academic year.

In December 2016, the Board approved a 2.0% increase in annual tuition for resident undergraduates for the 2017-2018 academic year. In June 2017, the Board approved an additional 3.0% increase for 2017-2018. The 5.0% increase for FY 2018 resulted in an annual tuition increase of \$358 compared to FY 2017. The current annual tuition rates for the universities are as follows:

- University of Iowa (UI) — \$7,486
- Iowa State University (ISU) — \$7,456
- University of Northern Iowa (UNI) — \$7,456

The Board also approved rate increases for nonresidents and graduate students. The agenda item, including the full tuition and fee schedule, can be found [here](#).

Enrollment — The undergraduate headcount enrollment at the State's three public universities decreased by 337, or -0.5%, from Fall 2016 to Fall 2017. The percentage change by school was as follows:

- UI — an increase of 0.1%
- ISU — a decrease of 0.9%
- UNI — a decrease of 1.0%

Overall, resident undergraduate enrollment increased 0.2%, and nonresident undergraduate enrollment decreased 1.8%, with residents representing 63.9% of the total undergraduate enrollment. The Fall Enrollment Report can be found [here](#). Detailed enrollment data from each of the universities can be found [here](#).

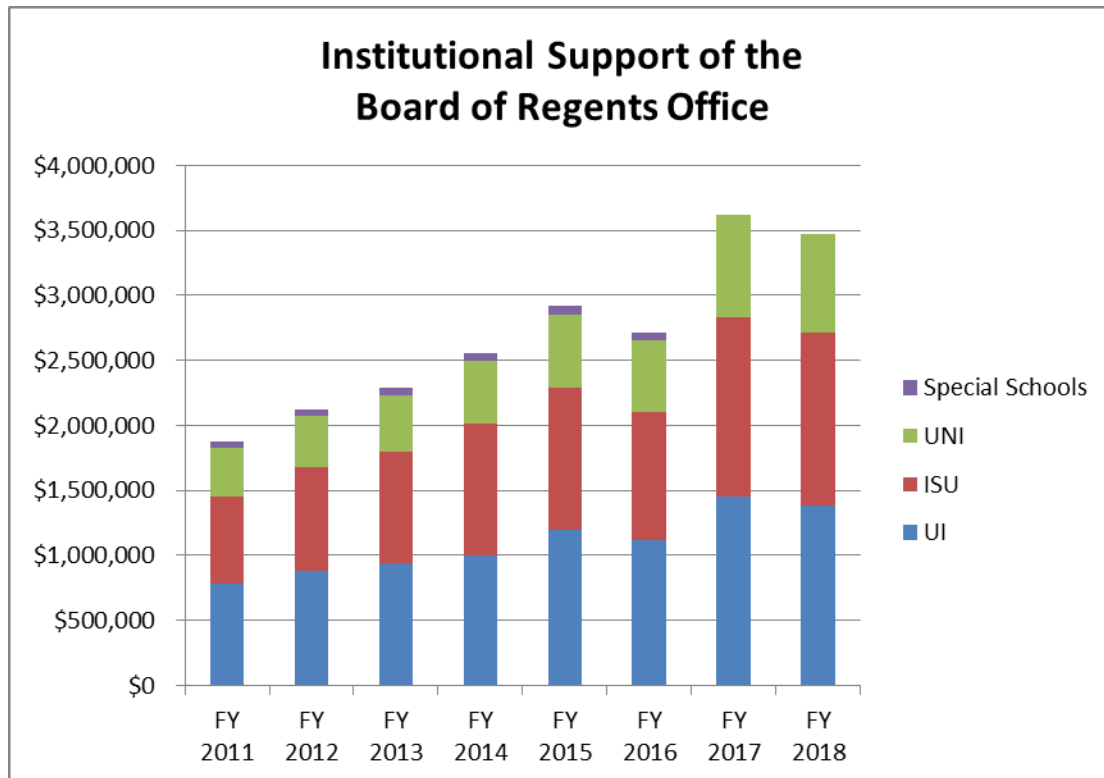
Special Schools — The Board of Regents requested a new appropriation of \$245,000 for FY 2019 to fund continued operation of the Northeast Regional Academy (NERA) located in Charles City. The Legislative Services Agency (LSA) recently published a [Fiscal Topic](#) on the services provided to deaf and blind students by the Iowa School for the Deaf and Iowa Educational Services for the Blind and Visually Impaired. The publication also includes information on NERA's funding and enrollment. *The Governor made no recommendation for FY 2109.*

Board Office Budget — For FY 2018, the Board of Regents received a General Fund appropriation for administration in the amount of \$794,714, which is no change compared to FY 2017. The total Board Office budget for FY 2018 is \$4,281,415, a decrease of \$205,684 (4.6%) compared to FY 2017.

In addition to the General Fund appropriation, the FY 2018 budget is funded by \$3,472,201 in reimbursements from the three State universities, as well as \$14,500 in grant funds and other revenue. The budgeted reimbursement amount is a decrease of \$269,649 (7.5%) compared to FY 2017.

Personnel costs and per diem for Board members make up 77.4% of the budgeted expenditures in FY 2018, a cost of \$3,314,060. For FY 2019, the Governor is recommending an FY 2019 appropriation of \$785,766 for Board Office administrative funding, a decrease of \$8,948 compared to estimated FY 2018.

The following chart shows annual institutional support by institution for FY 2011 through budgeted FY 2018:

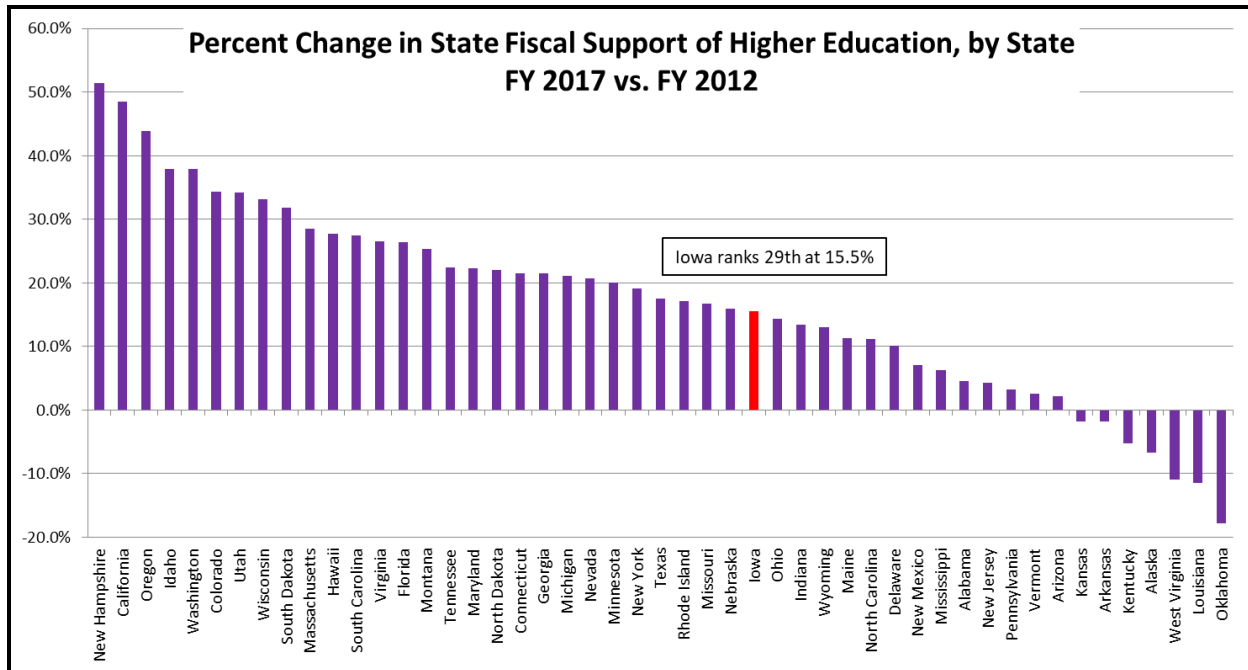


Comparison to Other States — State Fiscal Support for Higher Education

State Funding of Higher Education. The following tables use data from [Grapevine](#), an annual compilation of data on State support of higher education, published annually by Illinois State University and the State Higher Education Executive Officers (SHEEO). The database defines support for higher education as funding for public four-year and two-year institutions.

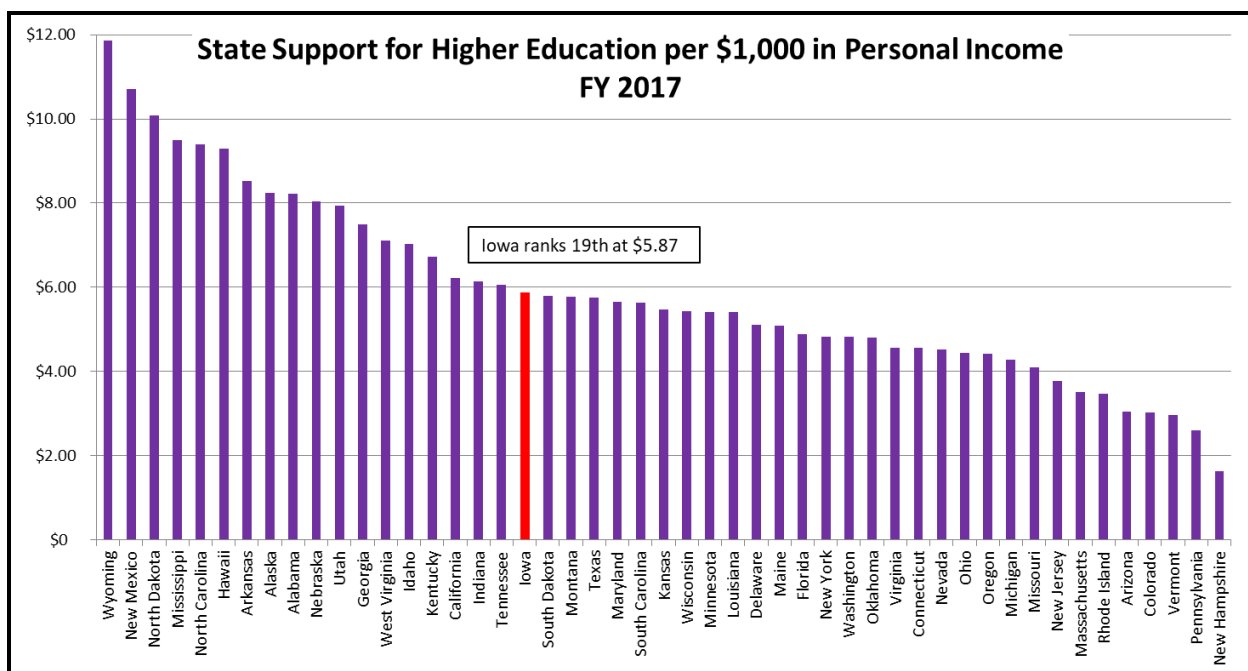
NOTE: The following charts include only 49 states because data for Illinois is being revised to improve accuracy.

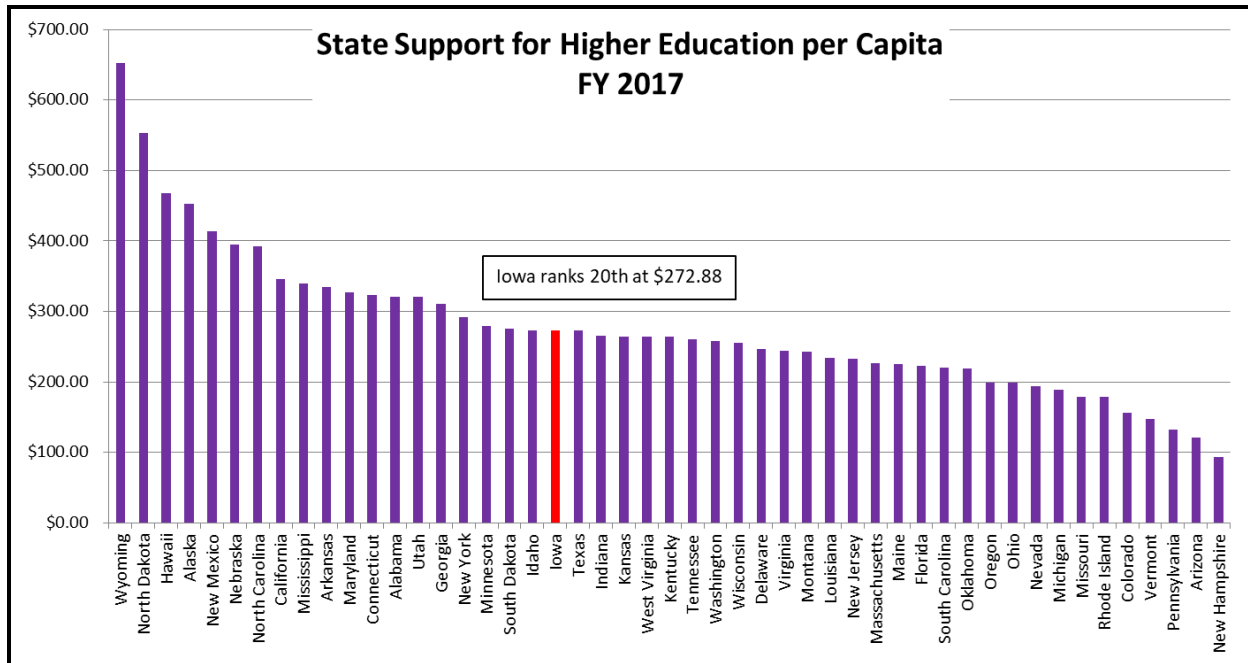
The following chart shows the percentage change in the amount of State support for higher education between FY 2012 and FY 2017. All but seven states provided FY 2017 support that exceeds FY 2012. Iowa ranks 29th with an increase of 15.5%.



Funding per \$1,000 of Personal Income and Per Capita. The first chart below shows that Iowa ranks 19th among the 49 reporting states in FY 2017 in higher education funding per \$1,000 of personal income, as reported by the U.S. Department of Commerce, with funding of \$5.87 per \$1,000. The highest level of funding is \$11.85 per \$1,000 in Wyoming and the lowest level is \$1.62 per \$1,000 in New Hampshire.

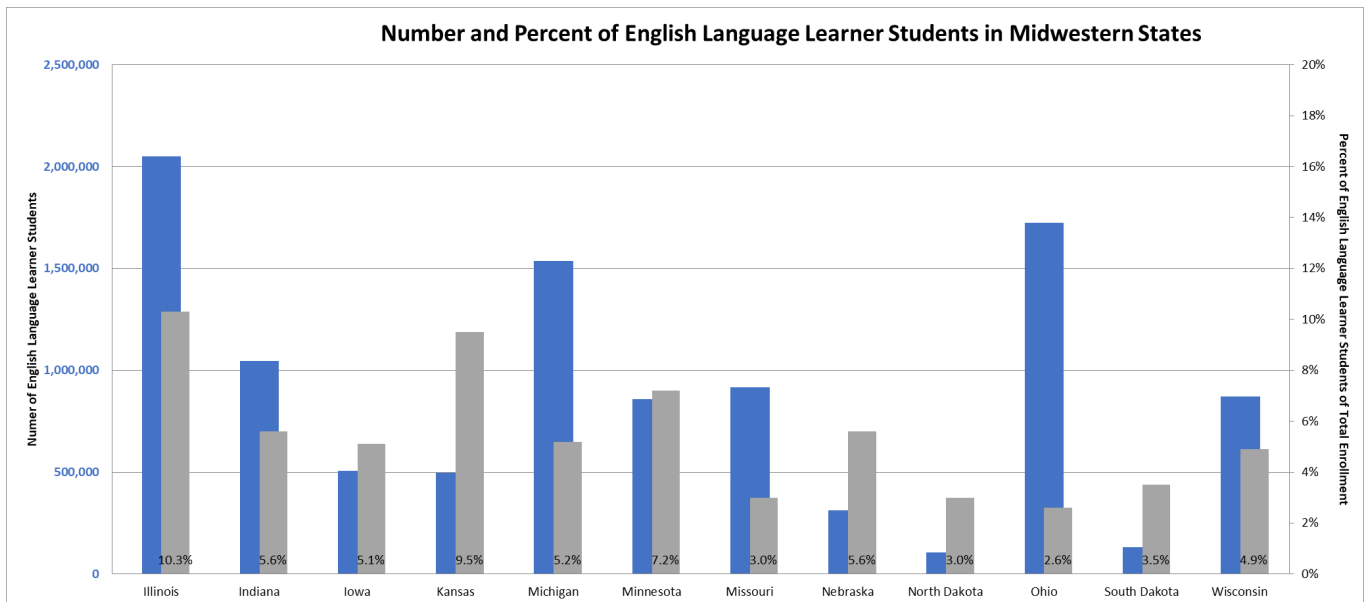
The second chart below shows that Iowa ranks 20th in higher education funding per capita in FY 2017, based on U.S. Census population statistics, with a rate of \$272.88 per capita. The highest level of per capita funding is Wyoming at \$652.71 and the lowest level is New Hampshire at \$93.80.





Comparison to Other States — English Language Learners in Iowa

Data gathered by the National Center for Education Statistics (NCES) shows the percentage of Iowa's students that were labeled English language learners (ELL) in Fall 2014; this is the most recent comparison data available. The table below shows the total number of English language learners in Midwestern states as well as the percent of the total student enrollment that population represents.



Iowa's percent of enrolled ELL students falls just below the Midwest average of 5.5% of students and ranks 7th out of 12 Midwestern states in percent of enrolled ELL students and total ELL enrollment.

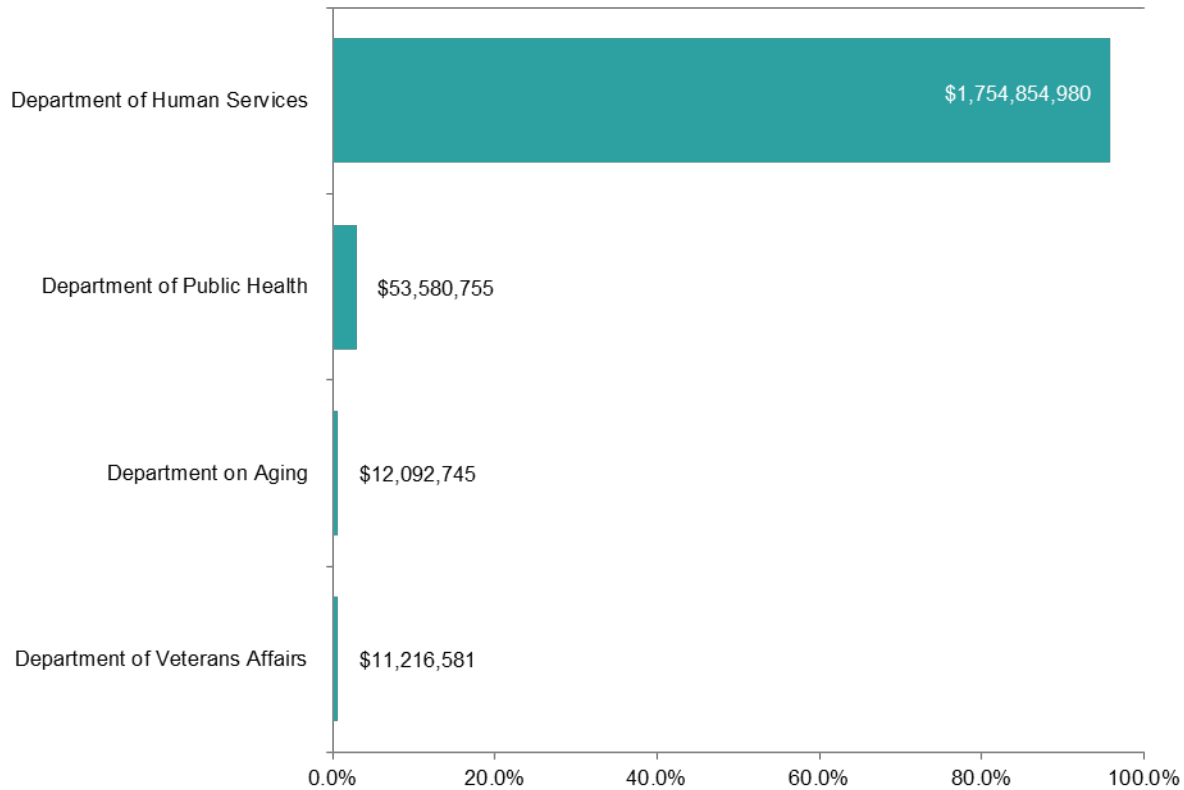
LSA Publications — Education

The following documents related to the Education Appropriations Subcommittee have been published by the LSA:

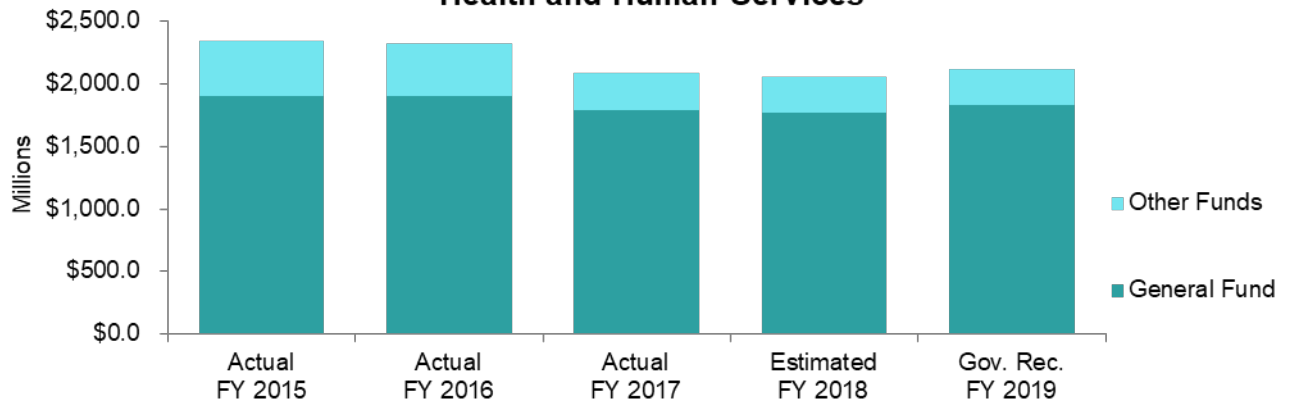
- **Issue Reviews:**
[Grade Retention](#)
- **Fiscal Topics:**
[Iowa Skilled Worker and Job Creation Fund](#)
[Educational Services for Deaf and Blind Students](#)
- **Conversations About Government in Iowa:**
[Senator Charles Grassley – History of the Iowa School Aid Formula](#)
- **Maps of the Week:**
[Home School Assistance Program \(HSAP\) — FY 2017](#)
[Property Tax Valuation Per Pupil by School District — FY 2018](#)
[Total School District Levy Rate — FY 2018](#)
[Operational Function Sharing — FY 2017-2018](#)
[Enrollment Served by Area Education Agencies — Fall 2016](#)
[Certified Enrollment by School District — 2017-2017](#)

LSA Staff Contact: Robin Madison (515.281.5270) robin.madison@legis.iowa.gov
Josie Gerrietts (515.238.2833) josie.gerrietts@legis.iowa.gov

**FY 2019 General Fund Governor's Recommendations
Total: \$1,831,745,061**



**Five-Year Funding History by Appropriations Subcommittee —
Health and Human Services**



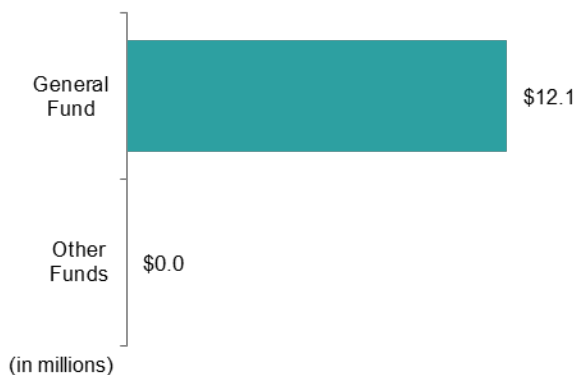
DEPARTMENT ON AGING

Overview and Funding History

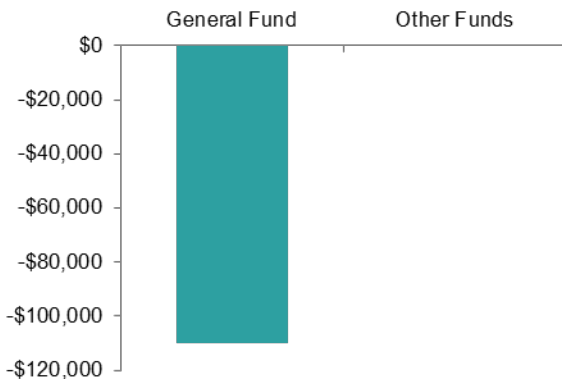
Agency Overview: The Department on Aging is designated as the State Unit on Aging. The Department advocates for Iowans age 60 and older and is responsible for developing a comprehensive and coordinated system of services and activities for older Iowans through the 13 local Area Agencies on Aging across the State.

The Office of the State Long-Term Care Ombudsman is authorized by the federal Older Americans Act and the State Older Iowans Act. The Office operates as an independent entity within the Iowa Department on Aging and advocates for residents of nursing facilities and residential care facilities, as well as for tenants of assisted living programs and elder group homes.

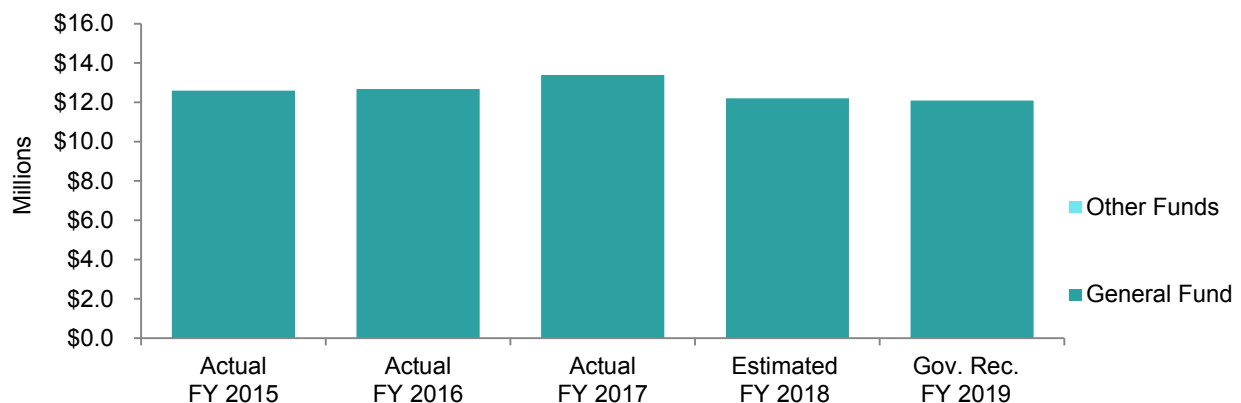
FY 2019 Governor's Recommendations Total: \$12,092,745



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Aging, Iowa Department on</u>				
Aging, Dept. on				
Aging Programs	\$ 12,071,150	\$ 11,042,476	\$ 10,942,924	\$ -99,552
Office of LTC Ombudsman	1,324,202	1,160,281	1,149,821	-10,460
Total Aging, Iowa Department on	\$ 13,395,352	\$ 12,202,757	\$ 12,092,745	\$ -110,012

Governor's Recommendations FY 2019 – Significant Changes

Aging Programs – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-99,552
Office of the State Long-Term Care Ombudsman – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-10,460

Discussion Item

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the Department on Aging and the Office of the State Long-Term Care Ombudsman is a decrease of \$110,012 (-0.9%). The Governor is allowing the Department discretion as to how the reduction is attained. More information on how the Department will achieve these reductions will be provided once available.

Access to Dementia – Specific Care Final Report – In the FY 2018 Health and Human Services Appropriations Act (2017 Iowa Acts, ch. 174), the General Assembly directed the Department on Aging, the Department of Public Health, the Department of Inspections and Appeals, and the Department of Human Services to analyze and make recommendations regarding options for coordination between State agencies and private entities to promote increased access to dementia-specific care in both residential and home and community-based settings. After studying the issue during the 2017 Legislative Interim, the Departments came back with the following recommendations:

- Redesign program options to include appropriate reimbursement mechanisms for adult day programs (health and social), assisted living, and housing with services.
- Develop a workforce strategy to support the direct care workforce and expand telehealth.
- Build upon the existing Aging and Disability Resource Center (ADRC) system to develop a robust "No Wrong Door" system.
- Import promising practices from State Universities, national experts, and other states.
- Support family caregivers.
- Realign the State agencies so there is one agency responsible for long-term services and supports (LTSS) regardless of funding.

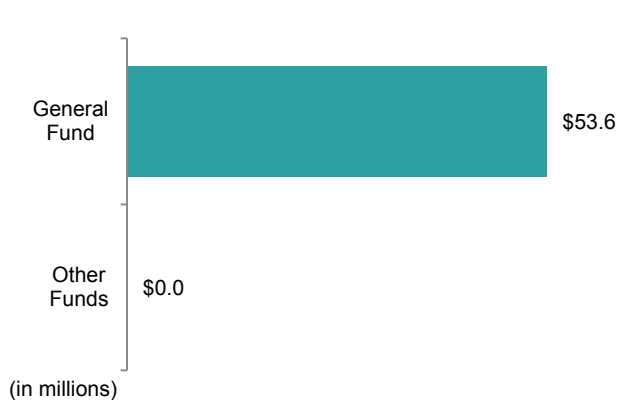
The full report is available here: www.legis.iowa.gov/docs/publications/DF/865874.pdf.

DEPARTMENT OF PUBLIC HEALTH

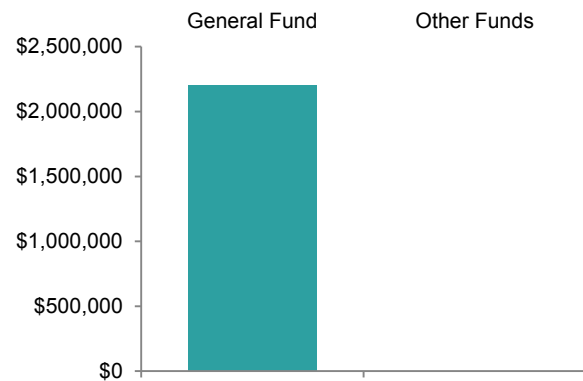
Overview and Funding History

Agency Overview: The Department of Public Health (DPH) works with local public health agencies to ensure quality health services in Iowa communities through contracts with more than 720 entities, in all 99 counties, to provide population-based health services and a limited number of personal health services. The Department assists in the administrative support for 24 licensure boards, preventing epidemics and the spread of disease, protecting against environmental hazards; preventing injuries, promoting and encouraging healthy behaviors and mental health, preparing for and responding to public health emergencies and assisting communities in recovery, and assuring the quality and accessibility of health services.

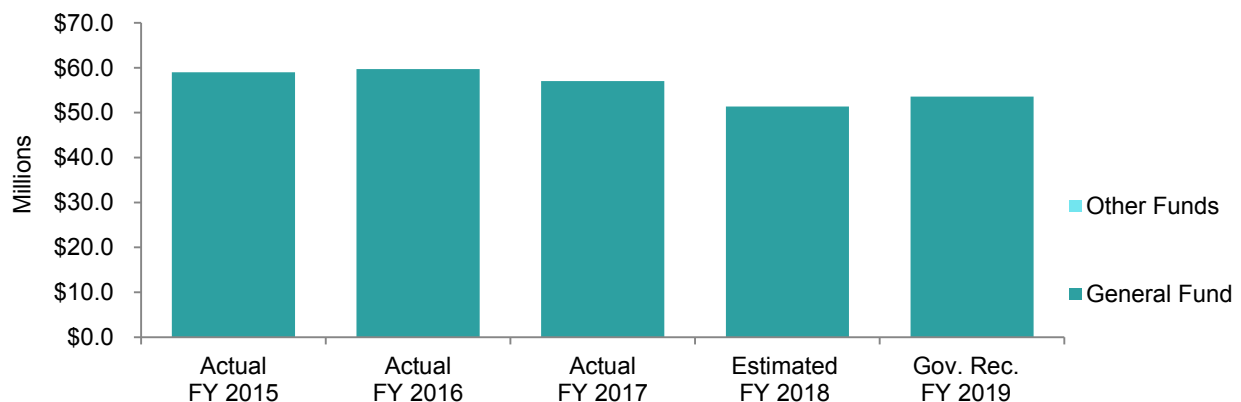
FY 2019 Governor's Recommendations Total: \$53,580,755



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Public Health, Department of				
Public Health, Dept. of				
Addictive Disorders	\$ 26,258,434	\$ 24,985,831	\$ 24,804,344	\$ -181,487
Healthy Children and Families	5,437,627	5,325,632	5,776,457	450,825
Chronic Conditions	4,828,917	3,610,468	3,610,468	0
Community Capacity	6,785,040	2,436,691	4,640,721	2,204,030
Essential Public Health Services	7,078,228	7,897,878	7,662,464	-235,414
Infectious Diseases	1,248,393	1,796,426	1,796,426	0
Public Protection	4,247,070	4,095,139	4,095,139	0
Resource Management	971,215	971,215	971,215	0
Congenital & Inherited Disorders Registry	166,245	258,150	223,521	-34,629
Total Public Health, Department of	\$ 57,021,169	\$ 51,377,430	\$ 53,580,755	\$ 2,203,325

Governor's Recommendations FY 2019 – Significant Changes

Addictive Disorders – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-181,487
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Healthy Children and Families – An increase to expand the Childhood Obesity Program and further promote the 5-2-1-0 Initiative, explained further in Discussion Items .	\$450,825
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Community Capacity – A net increase of \$2,204,030.	
A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-45,970
An increase to resume accepting applications for the Medical Residency Grant Program.	\$2,000,000
An increase to establish a Psychiatric Training Program for physicians at Des Moines University.	\$250,000

Essential Public Health Services – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-235,414
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Discussion Items

FY 2018 General Reduction – The FY 2018 Health and Human Services (HHS) Appropriations Act (2017 Iowa Acts, ch. [174](#)), directed the DPH, in consultation with the Department of Management, to reduce program budgets by \$1,281,367. The DPH was given transfer authority to move funds within or between any of the allocations or appropriations made in the Act for the same fiscal year. Additionally, the Act instructed the DPH to work in accordance with the departmental priorities specified in the [DPH Reports to the General Assembly](#) from December 2016.

On June 15, 2017, the DPH notified the Legislative Services Agency (LSA) of its plan to implement the budget reductions required by the FY 2018 HHS Appropriations Act. The plan eliminates 10 programs and fund transfers, decreases funding in 11 other programs, and increases funding to seven programs, including one program (Childhood Obesity) that was eliminated in the HHS Appropriations Act. On June 27, 2017, the DPH notified the LSA that the following amounts would be transferred in FY 2018 using the authority to implement these changes provided in the Act.

Transfer from:

- Community Capacity: \$50,000.
- Essential Public Health Services: \$300,000.
- Public Protection: \$100,000.

Transfer to:

- Chronic Conditions: \$300,000.
- Infectious Diseases: \$150,000.

A full table of funding changes can be found in this [Fiscal Update Article](#).

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the DPH is a decrease of \$462,871 (-0.9%). The Governor is allowing the Department discretion as to how the reduction is attained. The following appropriations are impacted:

- A decrease of \$181,487 for the Addictive Disorders appropriation, leaving a Health Policy Surveyor position vacant.
- A decrease of \$45,970 for the Community Capacity appropriation, leaving a Program Planner position vacant.
- A decrease of \$235,414 to the Essential Public Health Services appropriation. This will impact formula funding for County Boards of Health, and it is unknown if these cuts will be distributed across the board or done in another manner.

Childhood Obesity Program – *The Governor is recommending increasing funding for fighting childhood obesity. In the fall 2017, the Governor and the DPH launched the 5-2-1-0 Initiative as part of the Healthiest State Initiative. The goal of the 5-2-1-0 Initiative is to improve the lives of children through four daily health habits:*

- *Five or more fruits and vegetables eaten per day.*
- *Two hours or less of screen time.*
- *One hour or more of physical activity.*
- *Zero sugary drinks — more water.*

The FY 2018 budget currently includes \$194,993 for Physical Activity and Nutrition Promotion through the current Childhood Obesity Program.

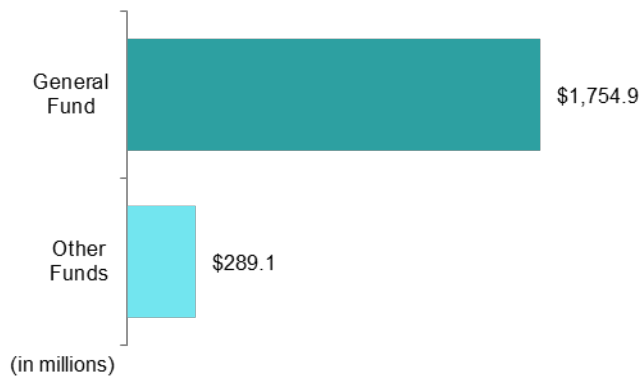
Psychiatric Training for Physicians – *The Governor is recommending \$250,000 in FY 2019 for a program at Des Moines University in partnership with the National Alliance on Mental Illness to ensure that new doctors receive training on identifying and treating patients with mental health needs.*

DEPARTMENT OF HUMAN SERVICES

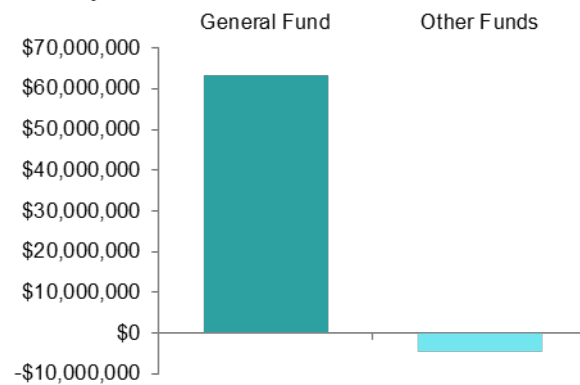
Overview and Funding History

Agency Overview: The Department of Human Services (DHS) is responsible for administering cash assistance for needy families (Family Investment Program), food assistance, Medicaid, child support enforcement, subsidized adoption, child abuse assessments, dependent adult abuse assessments, foster care, various family preservation and strengthening programs, child care registration and subsidy, one institution for juveniles, refugee services, and mental health and disability services, including the operation of four mental health institutes and two resource centers for individuals with intellectual disabilities.

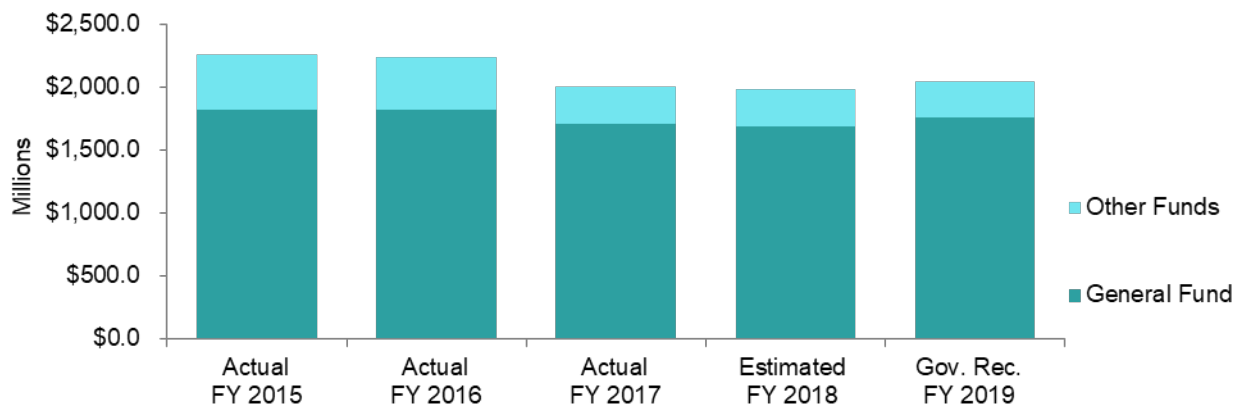
FY 2019 Governor's Recommendations Total: \$2,043,974,999



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



Governor's General Fund Recommendations – Department of Human Services

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Human Services, Department of				
Assistance				
Family Investment Program/PROMISE JOBS	\$ 36,200,196	\$ 43,004,480	\$ 40,355,715	\$ -2,648,765
Medical Assistance	1,303,190,737	1,284,405,740	1,339,526,772	55,121,032
Medical Contracts	17,045,964	17,626,464	17,185,207	-441,257
State Supplementary Assistance	10,722,135	10,372,658	10,250,873	-121,785
State Children's Health Insurance	9,435,831	8,518,452	7,064,057	-1,454,395
Child Care Assistance	31,722,450	39,343,616	52,825,346	13,481,730
Child and Family Services	83,851,277	85,812,072	84,939,774	-872,298
Adoption Subsidy	42,646,664	40,777,910	40,445,137	-332,773
Family Support Subsidy	772,102	1,069,282	949,282	-120,000
Conner Training	33,632	33,632	33,632	0
Volunteers	84,686	84,686	84,686	0
Child Abuse Prevention	200,874	232,570	232,570	0
MHDS Regional Grants	3,000,000	0	0	0
Assistance	\$ 1,538,906,548	\$ 1,531,281,562	\$ 1,593,893,051	\$ 62,611,489
Eldora Training School				
Eldora Training School	\$ 12,233,420	\$ 11,350,443	\$ 11,350,443	\$ 0
Cherokee				
Cherokee MHI	\$ 14,658,594	\$ 13,870,254	\$ 13,870,254	\$ 0
Independence				
Independence MHI	\$ 18,464,015	\$ 17,513,621	\$ 17,513,621	\$ 0
Glenwood				
Glenwood Resource Center	\$ 20,468,802	\$ 17,887,781	\$ 16,858,523	\$ -1,029,258
Woodward				
Woodward Resource Center	\$ 13,995,352	\$ 12,077,034	\$ 11,386,679	\$ -690,355
Cherokee CCUSO				
Civil Commitment Unit for Sexual Offenders	\$ 10,671,957	\$ 9,464,747	\$ 9,464,747	\$ 0
Field Operations				
Child Support Recovery	\$ 14,663,373	\$ 12,586,635	\$ 14,586,635	\$ 2,000,000
Field Operations	49,370,117	48,484,435	49,074,517	590,082
Field Operations	\$ 64,033,490	\$ 61,071,070	\$ 63,661,152	\$ 2,590,082
General Administration				
General Administration	\$ 15,448,198	\$ 14,033,040	\$ 13,833,040	\$ -200,000
DHS Facilities	2,879,274	2,879,274	2,879,274	0
Commission of Inquiry	1,394	1,394	1,394	0
Nonresident Mental Illness Commitment	142,802	142,802	142,802	0
General Administration	\$ 18,471,668	\$ 17,056,510	\$ 16,856,510	\$ -200,000
Total Human Services, Department of	\$ 1,711,903,846	\$ 1,691,573,022	\$ 1,754,854,980	\$ 63,281,958

Governor's Recommendations FY 2019 – Significant Changes

Family Investment Program (FIP)/PROMISE JOBS – A decrease of \$2,648,765.	
A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-370,000
A decrease due to a reduction in FIP caseloads.	\$-811,462
A decrease due to a general reduction.	\$-1,467,303

Child Support Recoveries – An increase to replace one-time funding from the Collection Services Refund Account in FY 2018.	\$2,000,000
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Medicaid – A net increase of \$55,121,032.	
A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-10,000,000
An increase to replace lost revenues from various sources.	\$13,496,771
An increase due to the health insurer fee implemented by the Affordable Care Act.	\$22,404,374
An increase due to Emerging Trends and Risk Corridor Adjustment from the first Managed Care Organization (MCO) contract.	\$21,561,615
An increase for non-MCO expenditures.	\$10,574,738
An increase due to MCO member month trends.	\$8,645,480
A decrease to reflect changes in the Federal Medical Assistance Percentage (FMAP) rate.	\$-51,784,586
A decrease due to miscellaneous adjustments.	\$-4,618,982
An increase to replace carryforward from FY 2017.	\$44,841,622

Medical Contracts – A decrease of \$441,257.	
A decrease to reflect the Governor's FY 2018 veto of an allocation to Drake University for an applied behavioral analysis master's program.	\$-202,000
A decrease to adjust for a projected surplus in FY 2019.	\$-175,000
A decrease due to additional funding from the Pharmaceutical Settlement Account.	\$-64,257

State Supplementary Assistance – A decrease due to lower caseloads.	\$-121,785
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State Children's Health Insurance Program – A decrease of \$1,454,395.	
A decrease to reflect the Forecasting Group estimate.	\$-58,714
A decrease to reflect a change in the FMAP rate.	\$-1,395,681

Child Care Assistance – A net increase of \$13,481,730.	
An increase to replace one-time carryforward federal funds.	\$563,700
An increase to replace one-time State funds used in FY 2018.	\$222,918
An increase to cover the FY 2018 estimated shortfall.	\$5,736,735
An increase for caseload growth and increased cost per case.	\$4,101,792
A decrease due to increased federal Child Care Development Fund revenue.	\$-344,398
An increase to replace Temporary Assistance for needy Families (TANF) funds with General Funds.	\$700,000
An increase for nonassistance expenditure adjustments.	\$2,500,983

Child and Family Services – A net decrease of \$872,298.	
A decrease to reflect changes in the FMAP rate.	\$-254,601
A decrease for guaranteed group care beds.	\$-1,200,000
A decrease due to increased revenue from the Social Services Block Grant through the elimination of the State Payment Program.	\$-600,000
A decrease to the four System of Care grants.	\$-285,000
A general increase.	\$1,467,303
Adoption Subsidy – A decrease due to an estimated surplus in FY 2019.	
	\$-332,773
Family Support Subsidy – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor’s recommended FY 2018 reductions.	
	\$-120,000
Glenwood Resource Center – A decrease to reflect changes in the FMAP rate.	
	\$-1,029,258
Woodward Resource Center – A decrease to reflect changes in the FMAP rate.	
	\$-690,355
Field Operations – An increase to replace one-time funding from the Child Care Facility Fund in FY 2018.	
	\$590,082
General Administration – A decrease to reflect the Governor’s FY 2018 veto of the allocation to the College of Direct Support for Home and Community-Based Services (HCBS) Internet-based training.	
	\$-200,000

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Human Services, Department of				
Assistance				
Medical Assistance - HCTF	\$ 222,000,000	\$ 221,900,000	\$ 217,130,000	\$ -4,770,000
Medical Contracts - PSA	1,300,000	800,000	864,257	64,257
Medical Assistance - QATF	36,705,208	36,705,208	36,705,208	0
Medical Assistance - HHCAT	34,700,000	33,920,554	33,920,554	0
Medicaid Supplemental - MFF	500,000	500,000	500,000	0
Total Human Services, Department of	\$ 295,205,208	\$ 293,825,762	\$ 289,120,019	\$ -4,705,743

Governor’s Recommendations – Significant Changes

Health Care Trust Fund – A decrease due to less available revenue from the Fund.	\$-4,770,000
Pharmaceutical Settlement Account – An increase to Medical Contracts due to additional revenue from settlements with drug companies.	\$64,257

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the DHS is a decrease of \$13,316,042 (-0.8%). The reductions are targeted to the following appropriations:

- A decrease of \$2,206,785 for Child and Family Services (CFS). This includes:
 - A decrease of \$550,000 for guaranteed group care beds.
 - A decrease of \$350,000 due to unspent State Payment Program dollars from the Social Services Block Grant that will revert to CFS.
 - A decrease of \$1,306,785 to the four System of Care grants due to unspent funds.
- A decrease of \$370,000 for the Family Investment Program due to lower caseloads.
- A decrease of \$250,000 for the State Supplementary Assistance Program due to lower caseloads.
- A decrease of \$120,000 for the Family Support Subsidy due to children aging out of the Program.
- A decrease of \$269,257 in Medical Contracts. This includes:
 - A decrease of \$205,000 to the Autism Support Program due to unspent funds.
 - A decrease of \$64,257 due to additional funds available from the Pharmaceutical Settlement Account.
- A decrease of \$100,000 for the Children's Health Insurance Program (hawk-i) due to excess funds available.
- A decrease of \$10,000,000 for the Medicaid Program to fund Medicaid at \$12,317,622 below the Medicaid Forecasting Group's estimate for FY 2018.

Mental Health and Substance Abuse Complex Services Needs Workgroup Report – In the FY 2018 HHS Appropriations Act (2017 Iowa Acts, ch. [109](#)), the General Assembly directed the DHS to convene a stakeholder workgroup to make recommendations relating to the delivery of, access to, and coordination and continuity of mental health, disability, and substance use disorder services and supports for individuals with mental health, disability, and substance use disorder needs, particularly for individuals with complex mental health, disability, and substance use disorder needs.

The workgroup submitted a comprehensive list of recommendations, including:

- Expanding and improving Iowa's mental health and substance use disorder services array to fill gaps for individuals with the most complex service needs by developing and implementing in strategic locations throughout Iowa:
 - Six access centers.
 - 22 Assertive Community Treatment teams.
 - A full array of mental health crisis response and subacute residential services.
 - Intensive residential service homes to serve a minimum of 120 individuals.
 - Tertiary care psychiatric hospitals, including the mental health institutes and other hospitals.
- Requesting the General Assembly make the following changes:
 - Require mental health and disability services (MHDS) regions to establish, implement, and maintain the following services as required core services in partnership with managed care organizations (MCOs) in strategic locations throughout Iowa:
 - Access centers.
 - Assertive Community Treatment.
 - Comprehensive crisis and subacute services.
 - Intensive residential service homes.

- Direct the Department to establish a single set of provider qualifications and access standards that are used for Iowa chapter 24 accreditation, Iowa Medicaid Enterprise for Medicaid enrollment, MHDS region standards, and MCO utilization review standards.
- Direct the Department to establish access standards that allow and encourage multiple MHDS regions to strategically locate and share intensive, specialized services among and between MHDS regions to best serve Iowans in the most efficient manner possible.
- Eliminate the Iowa Code provision that limits the number of subacute care facility beds.
- The 2018 Legislative Interim Committee on MHDS funding fiscal viability should consider this report in its deliberations.
- The workgroup recommends the DHS and DPH review this report with the courts and seek their support for the recommendations. The Departments will seek agreement with the courts to discuss how Iowa Code chapters [125](#) and [229](#) could be amended to make the best use of these changes and include precommitment screening.

The full report is available here: www.legis.iowa.gov/docs/publications/DF/865801.pdf.

Medicaid – For information and discussion items for Medicaid, see the **Medicaid** section of this document.

Child Care Assistance (CCA) – The estimated FY 2018 General Fund appropriation is an increase of \$7,621,166 compared to FY 2017 (FY 2018 Health and Human Services Appropriations Act, 2017 Iowa Acts, ch. [174](#)). The current consensus agreement for FY 2018 is an estimated need of \$6,469,651, due to the following reasons:

- The enacted appropriation was \$4,265,000 below the March 2017 estimated need for the CCA Program.
- Fiscal Year 2017 ended with approximately \$400,000 less in surplus than anticipated.
- Program growth of \$1,804,651 experienced and anticipated in the current year.

The appropriation also includes the following language:

If the appropriations made for purposes of the state child care assistance program for the fiscal year are determined to be insufficient, it is the intent of the general assembly to appropriate sufficient funding for the fiscal year in order to avoid establishment of waiting list requirements.

In light of this language, the DHS is evaluating options for funding sources to avoid establishing a waiting list. According to the [National Women's Law Center](#), 20 states currently have a waiting list or frozen intake.

The Governor is recommending increasing the TANF appropriation by \$5,736,735 in FY 2018 to cover the projected shortfall. This is \$732,916 below the Child Care Assistance Forecasting Group's estimated need.

Children's Mental Health and Well-Being Workgroup Children's Mental Health Study Report – In the FY 2018 HHS Appropriations Act (2017 Iowa Acts, ch. [174](#)), the General Assembly directed the DHS to convene the Children's Mental Health and Well-Being Advisory Committee to improve children's mental health services and children's well-being learning labs, and to support the Children's Well-Being Collaboratives. The Act allocated \$300,000 for Request for Proposal (RFP) initiatives, and three contractors were selected:

- Prevent Child Abuse Iowa (Wapello, Jefferson, Van Buren counties).
- Seasons Center (Buena Vista, Calhoun, Carroll, Clay, Cherokee, Crawford, Dickinson, Emmet, Ida, Lyon, Monona, O'Brien, Osceola, Palo Alto, Plymouth, Pocahontas, Sac, Sioux, Woodbury counties).
- YSS (Boone, Franklin, Hamilton, Hardin, Marshall, and Story counties).

Each of the contractors has developed local collaboratives, comprised of early childhood providers, public health providers, integrated health homes and children's mental health providers, health care providers, K-12 education providers, and other entities invested in the development of services and supports for children and their families. The collaboratives meet regularly and are working together to assess catchment area needs and develop and implement plans to improve the well-being of children in their areas.

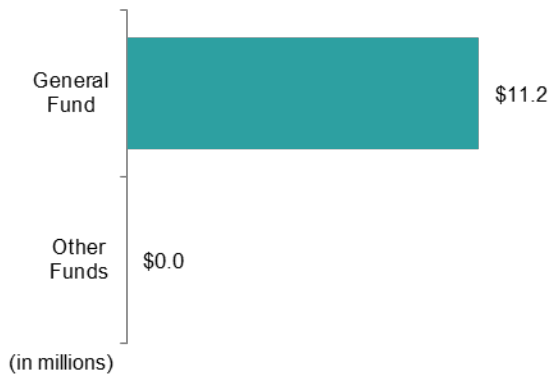
The Advisory Committee is scheduled to meet three more times in 2018, and a final report is due in April 2018. A status report is available here: www.legis.iowa.gov/docs/publications/DF/914812.pdf.

DEPARTMENT OF VETERANS AFFAIRS

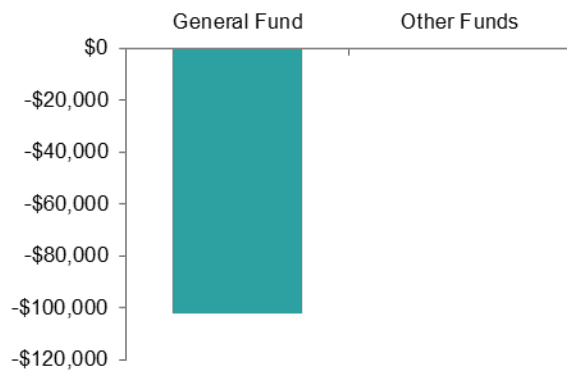
Overview and Funding History

Agency Overview: The Department of Veterans Affairs includes the Department and the Iowa Veterans Home. The Department provides services to veterans regarding federal pension applications and identifying services to reimburse from the Veterans Trust Fund, established and operates the Veterans Cemetery, and provides assistance for the County Grant Program, the Injured Veterans Grant Program, and the Vietnam Veterans Bonus Program. The Iowa Veterans Home provides services to veterans in Marshalltown, including domiciliary, residential, and pharmaceutical services.

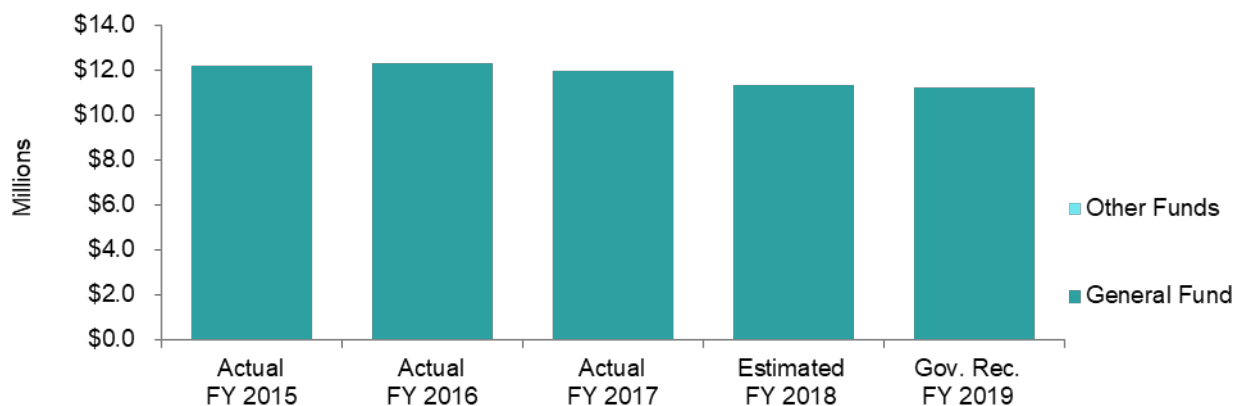
FY 2019 Governor's Recommendations Total: \$11,216,581



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Veterans Affairs, Department of				
Veterans Affairs, Dept. of				
General Administration	\$ 1,150,503	\$ 1,142,557	\$ 1,115,580	\$ -26,977
Home Ownership Assistance Program	2,500,000	2,000,000	2,000,000	0
Veterans County Grants	990,000	947,925	938,025	-9,900
Veterans Affairs, Dept. of	\$ 4,640,503	\$ 4,090,482	\$ 4,053,605	\$ -36,877
Veterans Affairs, Dept. of				
Iowa Veterans Home	\$ 7,316,100	\$ 7,228,140	\$ 7,162,976	\$ -65,164
Total Veterans Affairs, Department of	\$ 11,956,603	\$ 11,318,622	\$ 11,216,581	\$ -102,041

Governor's Recommendations FY 2019 – Significant Changes

General Administration – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-26,977
Veterans County Grants – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-9,900
Iowa Veterans Home – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-65,164

Discussion Item

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the Department of Veterans Affairs is a decrease of \$102,041 (-0.9%). The Governor is allowing the Department discretion as to how the reduction is attained. The following appropriations are impacted:

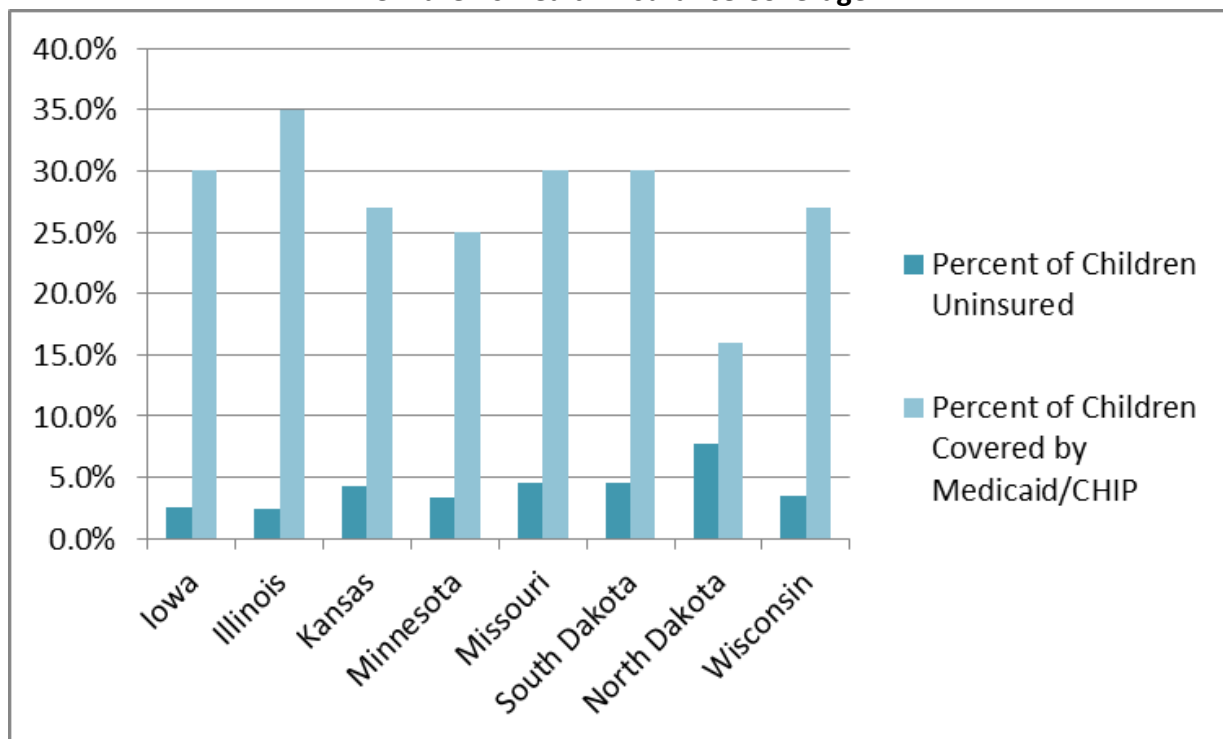
- A decrease of \$26,977 for the General Administration appropriation. The Department is currently already 1.0 FTE position below its authorized level, and may need to access funds in the Iowa Veterans Cemetery Fund for maintenance.
- A decrease of \$9,900 for the Veterans County Grant Program. This will decrease county grants by \$100 to \$9,475 in estimated FY 2018.
- A decrease of \$65,164 for the Iowa Veterans Home.

Comparisons to Other States – Children’s Insurance Coverage

The Georgetown University Health Policy Institute [Center for Children and Families](#) compiled data from the [American Communities Survey](#) to analyze children’s health insurance coverage in effect as of January 1, 2017. The chart below illustrates both the percentage of children who are uninsured in Iowa and the surrounding states and the percentage of children who receive coverage through Medicaid and CHIP (Children’s Health Insurance Program).

When comparing Iowa to surrounding states, Iowa has the second lowest rate of uninsured children, at 2.5%, trailing only Illinois at 2.4%. The percentage of Iowa children who are on Medicaid and CHIP is on the higher end, with 30.0% of children receiving State coverage. North Dakota has both the highest percentage of uninsured children at 7.8% and the lowest percentage of children receiving Medicaid and CHIP at 16.0%.

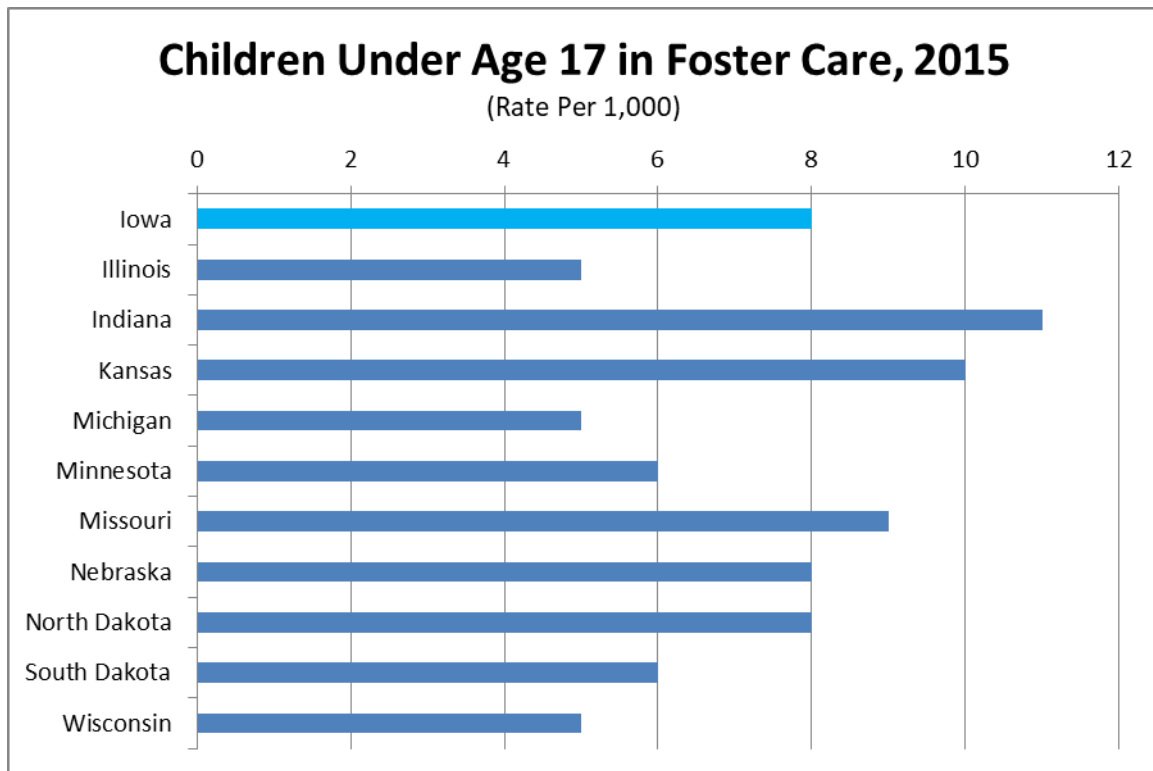
Children’s Health Insurance Coverage



Comparisons to Other States – Percentage of Children Adopted from Foster Care

The National Data Archive on Child Abuse and Neglect used data from the Adoption and Foster Care Analysis and Reporting System to track the rate per 1,000 of children under age 17 in foster care. Children are categorized as being in foster care if they entered prior to the end of the current fiscal year and have not been discharged from their latest foster care spell by the end of the current fiscal year. Census numbers indicate population estimates of children age 17 and under in each state as of July 1 of the respective year.

The average rate of children in foster care in the Midwest region for 2015 was 7.4 per 1,000. Iowa was above this rate at 8.0 per 1,000, whereas the highest reporting state was Indiana at 11.0 per 1,000. The lowest rate was 5.0 per 1,000 for Wisconsin, Michigan, and Illinois. The national rate was 6.0 per 1,000.



LSA Publications

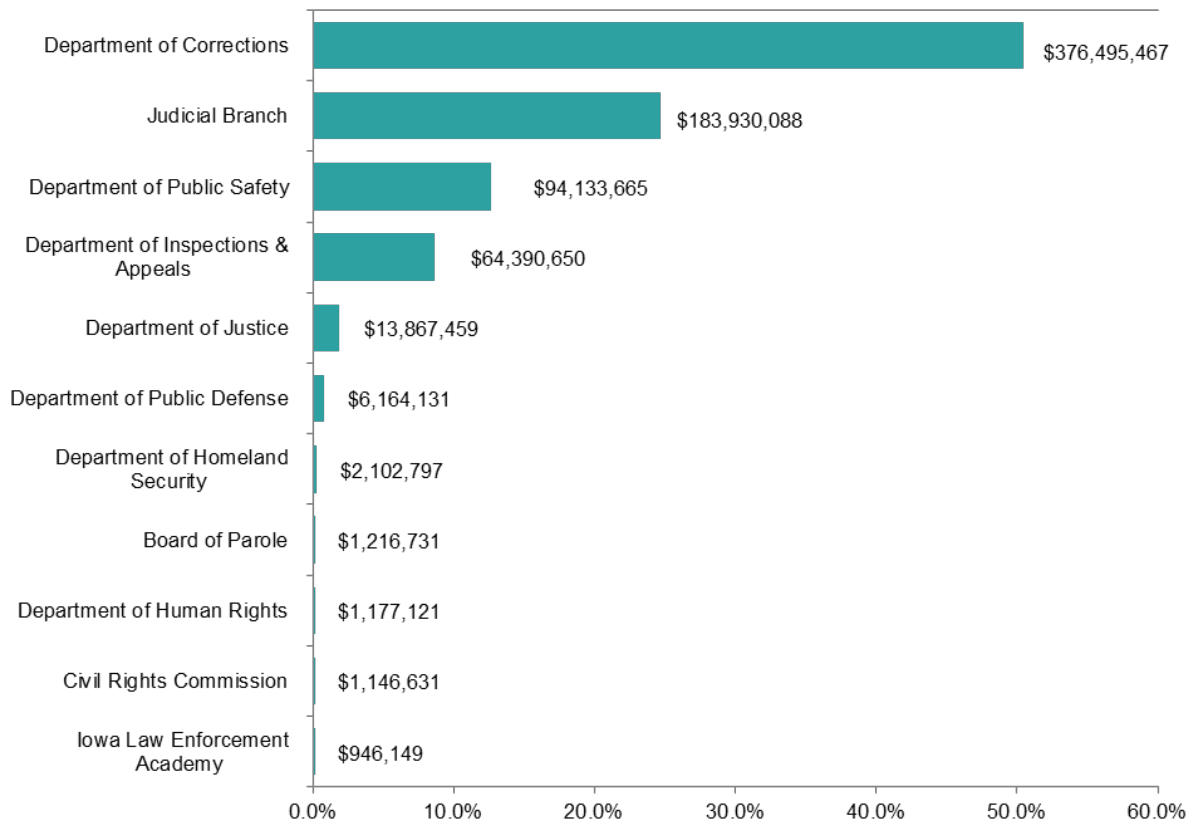
The following publications have been published by the LSA that relate to the Health and Human Services Appropriations Subcommittee:

- **Issue Reviews:**

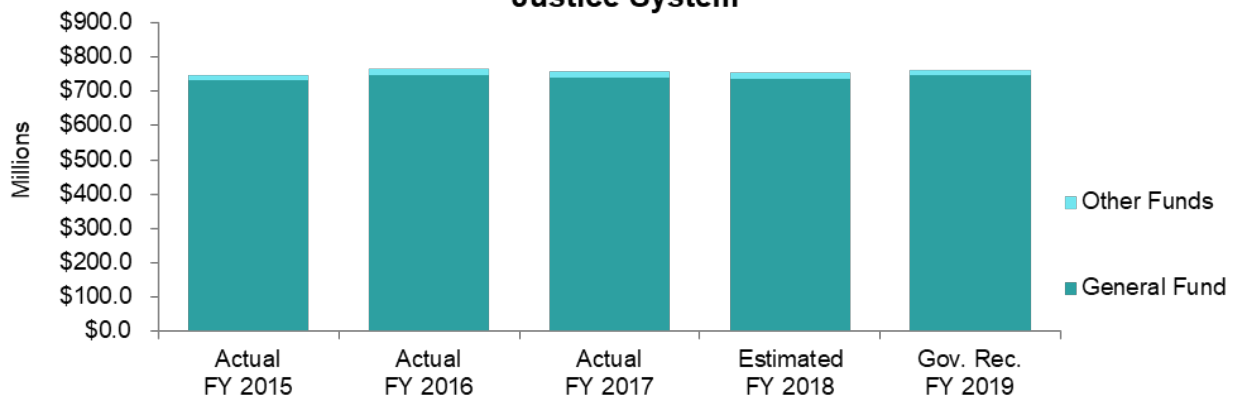
[Juvenile Detention Home Fund Reimbursements to Detention Homes](#)

LSA Staff Contact: Jess Benson (515.689.0598) jess.benson@legis.iowa.gov
 Kent Ohms (515.971.7053) kenneth.ohms@legis.iowa.gov

FY 2019 General Fund Governor's Recommendations Total: \$745,570,889



Five-Year Funding History by Appropriations Subcommittee — Justice System

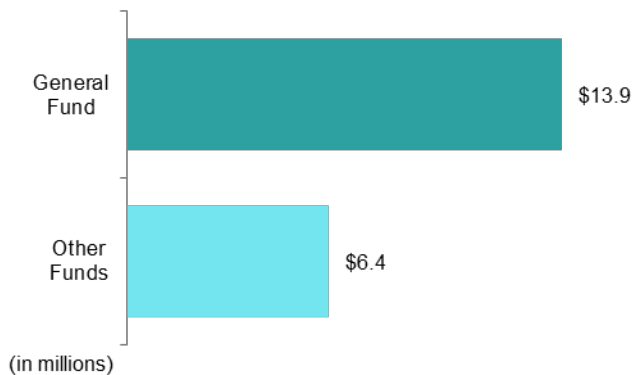


DEPARTMENT OF JUSTICE

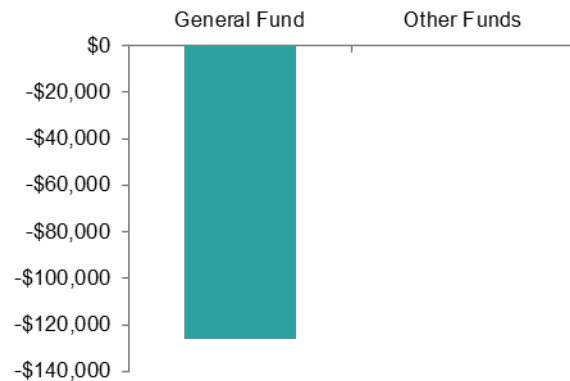
Overview and Funding History

Agency Overview: The Attorney General is the head of the Department and is elected by popular vote every four years. The Department is composed of the [Attorney General's Office](#), Prosecuting Attorney Training Coordinator, [Office of the Consumer Advocate](#), and the Crime Victim Assistance Division. The Department represents the State in all litigation, issues formal and informal opinions and advice to State agencies, prosecutes criminal offenders at the request of county attorneys and handles all criminal appeals, and administers the Farm Mediation, Crime Victim Assistance, and Legal Services Poverty Grants.

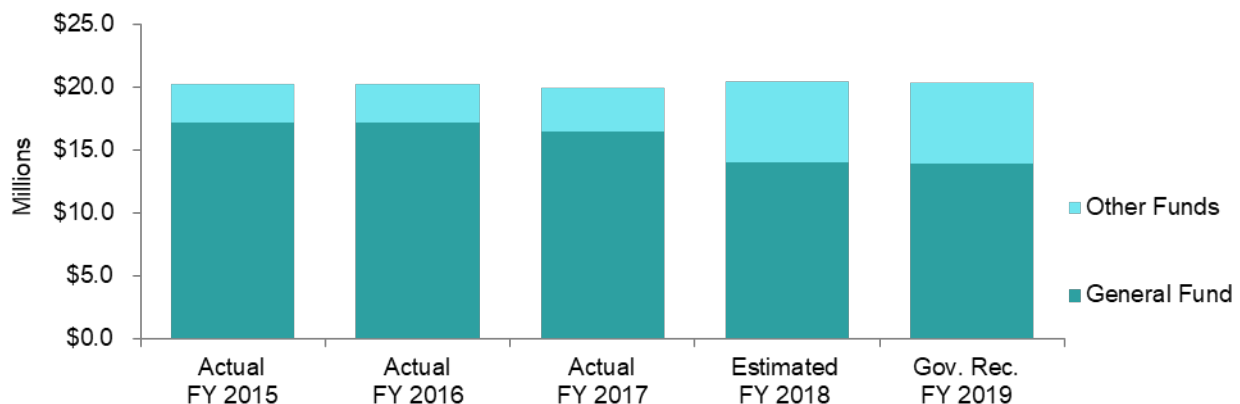
FY 2019 Governor's Recommendations Total: \$20,305,047



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Attorney General				
Justice, Dept. of				
General Office AG	\$ 7,672,307	\$ 6,672,307	\$ 6,611,752	\$ -60,555
Victim Assistance Grants	6,466,708	5,016,708	4,971,291	-45,417
Legal Services Poverty Grants	2,304,601	2,304,601	2,284,416	-20,185
Total Attorney General	\$ 16,443,616	\$ 13,993,616	\$ 13,867,459	\$ -126,157

Governor's Recommendations FY 2019 – Significant Changes

General Office AG – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$ -60,555
Victim Assistance Grants – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$ -45,417
Legal Services Poverty Grants – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$ -20,185

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Attorney General				
Justice, Dept. of				
AG Prosecutions and Appeals	\$ 0	\$ 1,000,000	\$ 1,000,000	\$ 0
Consumer Fraud - Public Ed & Enforcement	0	1,875,000	1,875,000	0
Older Iowans Consumer Fraud	0	125,000	125,000	0
Farm Mediation Services - CEF	300,000	300,000	300,000	0
Justice, Dept. of	\$ 300,000	\$ 3,300,000	\$ 3,300,000	\$ 0
Consumer Advocate				
Consumer Advocate - CMRF	\$ 3,137,588	\$ 3,137,588	\$ 3,137,588	\$ 0
Total Attorney General	\$ 3,437,588	\$ 6,437,588	\$ 6,437,588	\$ 0

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the Department of Justice is a decrease of \$126,157 (-0.9%). The Governor is allowing the Department discretion as to how the reduction is attained. More information on how the Department will achieve these reductions will be provided once available.

Crime Victim Assistance Grants – The Department administers a grant program that funds local domestic abuse, sexual abuse, and shelter-based programs. Victim Services receives grants from four federal funding sources, including the federal Victims of Crime Act. The total grant award from the four federal funding sources for FY 2018 was \$21,385,485. This is a decrease of about \$3,567,260 compared to FY 2017.

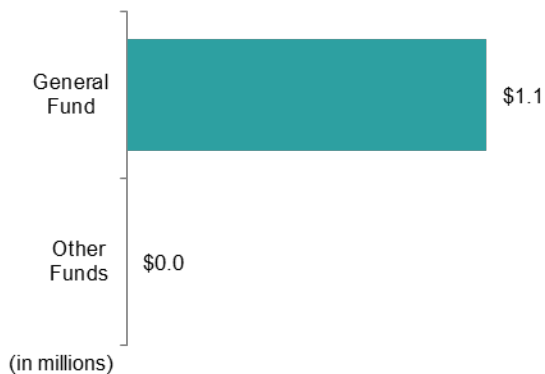
Farm Mediation Services – The Department of Justice is required to contract with a nonprofit organization to provide mandatory farm mediation services. Since the 1980s, the Department has contracted with the Iowa Mediation Service (IMS). Farmers and lenders have used IMS mediators to resolve their disputes, allowing farmers to remain on their farms and lenders to retain their customers. Agricultural economists project that the need for such mediation is set to increase due to lower commodity prices and decreasing profit margins, resulting in the inability to meet debt repayment. In FY 2017 and FY 2018, the General Assembly appropriated \$300,000 from the Consumer Education and Litigation Fund to the Department for these services. *The Governor is recommending an appropriation of \$300,000 from the Consumer Education and Litigation Fund for FY 2019.*

CIVIL RIGHTS COMMISSION

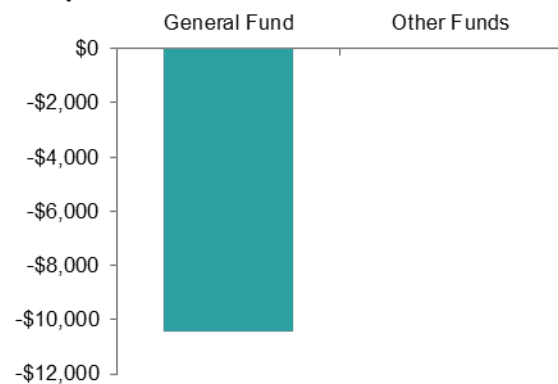
Overview and Funding History

Agency Overview: The [Iowa Civil Rights Commission](#) (ICRC) is a neutral, fact-finding agency whose mission is to end discrimination through effective enforcement of the Iowa Civil Rights Act of 1965. The goal of the Commission is to ensure that people involved in civil rights complaints receive timely, quality resolutions. The Iowa Civil Rights Act prohibits discrimination in employment, housing, credit, public accommodations, and education. Discrimination is illegal if based on race, color, creed, national origin, religion, sex, sexual orientation, gender identity, pregnancy, physical disability, mental disability, retaliation, age, familial status, or marital status. Primary functions of the Commission are to enforce the Iowa Civil Rights Act, investigate and resolve discrimination complaints as a neutral fact finder, advocate for compliance with civil rights laws, and educate and train Iowans about the Commission and how to recognize and prevent discrimination. Refer to the *Budget Unit Brief* [Iowa Civil Rights Commission](#) for additional information.

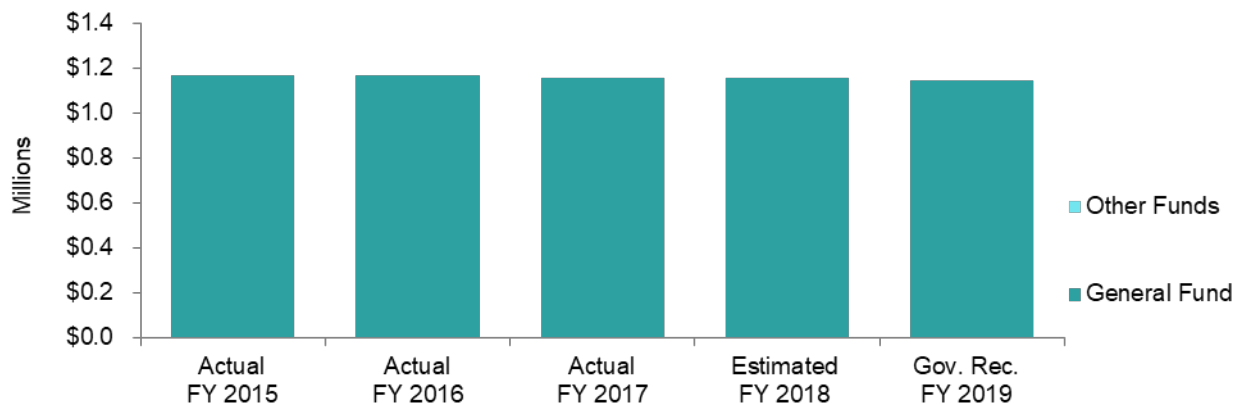
FY 2019 Governor's Recommendations Total: \$1,146,631



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Civil Rights Commission, Iowa				
Civil Rights Commission				
Civil Rights Commission	\$ 1,157,062	\$ 1,157,062	\$ 1,146,631	\$ -10,431
Total Civil Rights Commission, Iowa	\$ 1,157,062	\$ 1,157,062	\$ 1,146,631	\$ -10,431

Governor's Recommendations FY 2019 – Significant Changes

Civil Rights Commission – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-10,431
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Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the Civil Rights Commission is a decrease of \$10,431 (-0.9%). The Governor is allowing the Commission discretion as to how the reduction is attained. More information on how the Commission will achieve these reductions will be provided once available.

Federal Funds – The Commission receives funds from the [Equal Employment Opportunity Commission](#) (EEOC) and the [Housing and Urban Development](#) (HUD) contracts. The ICRC received \$1.2 million in federal funds in FY 2017, which was based upon the closure of 970 EEOC and 143 HUD cases. Federal funding is received one year in arrears (cases closed during FY 2016 resulted in federal funding for FY 2017). Federal funding for FY 2018 will be reduced based upon 920 EEOC and 126 HUD cases being closed during FY 2017. Staff turnover and vacancies have resulted in fewer cases being closed.

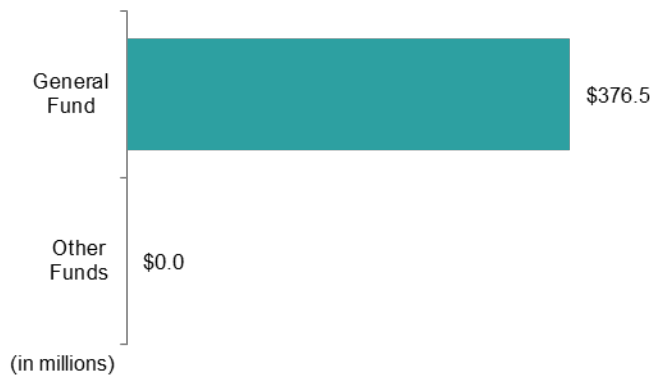
Statistics – The ICRC received 1,626 discrimination cases during FY 2017. Of these, 133 complaints either did not meet the jurisdictional requirement or exceeded the 300-day time limit since the last alleged incident took place. The Commission then processed 1,493 cases, and 1,206 were closed. During FY 2016, 1,636 cases were closed by the Commission. The average number of days to process a complaint during FY 2017 was 206 days, a decrease when compared with 222 days to process a complaint during FY 2016. The Commission conducted 150 mediations (124 of which were successful), a decrease from the 393 mediations conducted in FY 2016. Also during FY 2017, there were 18 cases assigned to conciliation, with 11 successful conciliations. A finding of probable cause may be settled through conciliation, public hearing, or closed with a right to sue letter available for two years.

DEPARTMENT OF CORRECTIONS

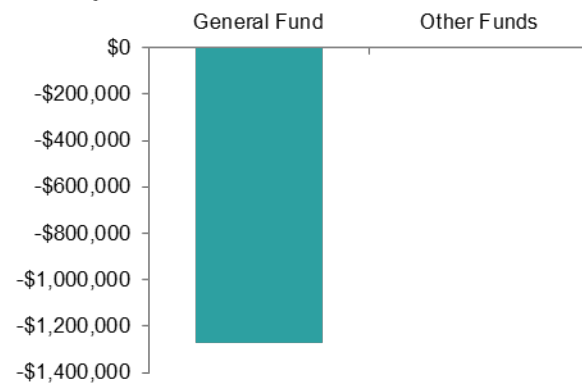
Overview and Funding History

Agency Overview: The mission of the [Department of Corrections](#) (DOC) is to advance successful offender reentry to protect the public, employees, and offenders from victimization. The DOC operates nine prisons to incarcerate legally committed adult offenders; partners with eight Community-Based Corrections (CBC) District Departments to provide supervision for offenders on parole, probation, and work release, as well as Operating While Intoxicated (OWI) offenses; provides opportunities for offenders to make improvements through various educational, skill development, and counseling programs; trains professional staff; operates Iowa Prison Industries; and provides oversight of local jails.

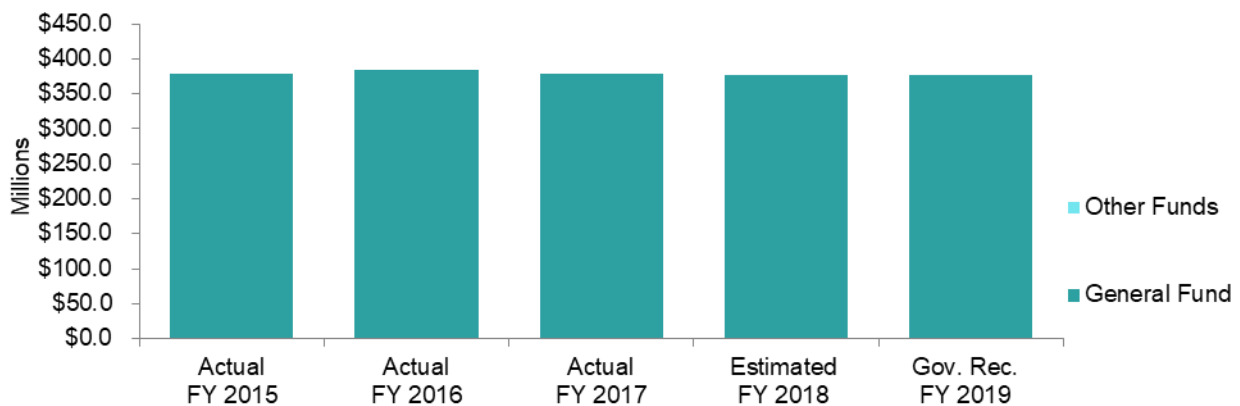
FY 2019 Governor's Recommendations Total: \$376,495,467



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Corrections, Department of</u>				
Central Office				
Corrections Administration	\$ 5,153,905	\$ 5,153,905	\$ 5,046,968	\$ -106,937
County Confinement	1,075,092	1,575,092	1,575,092	0
Federal Prisoners/Contractual	484,411	484,411	484,411	0
Corrections Education	2,608,109	2,608,109	2,608,109	0
Iowa Corrections Offender Network	2,000,000	2,000,000	2,000,000	0
Mental Health/Substance Abuse	22,319	28,065	28,065	0
DOC - Department Wide Duties	3,407,808	0	1,200,000	1,200,000
Corrections Real Estate-Capitals from Sales	0	66,323	0	-66,323
State Cases Court Costs	0	10,000	10,000	0
Central Office	\$ 14,751,644	\$ 11,925,905	\$ 12,952,645	\$ 1,026,740
Fort Madison				
Ft. Madison Institution	\$ 42,719,050	\$ 41,079,882	\$ 40,709,469	\$ -370,413
Anamosa				
Anamosa Institution	\$ 32,827,163	\$ 32,164,148	\$ 31,874,128	\$ -290,020
Oakdale				
Oakdale Institution	\$ 59,491,533	\$ 60,314,427	\$ 60,770,579	\$ 456,152
Newton				
Newton Institution	\$ 27,661,220	\$ 28,061,220	\$ 27,808,195	\$ -253,025
Mount Pleasant				
Mount Pleasant Institution	\$ 24,676,413	\$ 25,526,413	\$ 25,296,244	\$ -230,169
Rockwell City				
Rockwell City Institution	\$ 9,720,458	\$ 10,458,861	\$ 10,364,555	\$ -94,306
Clarinda				
Clarinda Institution	\$ 25,085,406	\$ 24,780,950	\$ 24,557,503	\$ -223,447
Mitchellville				
Mitchellville Institution	\$ 22,394,090	\$ 22,594,090	\$ 22,390,362	\$ -203,728
Fort Dodge				
Fort Dodge Institution	\$ 29,766,995	\$ 29,660,231	\$ 29,392,788	\$ -267,443
CBC District 1				
CBC District I	\$ 14,636,766	\$ 14,786,766	\$ 14,653,435	\$ -133,331
CBC District 2				
CBC District II	\$ 11,383,739	\$ 11,433,739	\$ 11,330,642	\$ -103,097
CBC District 3				
CBC District III	\$ 7,167,957	\$ 7,167,957	\$ 7,103,324	\$ -64,633
CBC District 4				
CBC District IV	\$ 5,579,922	\$ 5,679,922	\$ 5,628,707	\$ -51,215
CBC District 5				
CBC District V	\$ 20,857,940	\$ 21,557,940	\$ 21,363,555	\$ -194,385
CBC District 6				
CBC District VI	\$ 14,713,165	\$ 14,713,165	\$ 14,580,498	\$ -132,667
CBC District 7				
CBC District VII	\$ 7,777,341	\$ 7,777,341	\$ 7,707,214	\$ -70,127
CBC District 8				
CBC District VIII	\$ 8,084,521	\$ 8,084,521	\$ 8,011,624	\$ -72,897
Total Corrections, Department of	\$ 379,295,323	\$ 377,767,478	\$ 376,495,467	\$ -1,272,011

Governor's Recommendations FY 2019 – Significant Changes

Corrections Administration – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-106,937
Department-wide Duties – An unspecified Department-wide increase.	\$1,200,000
Fort Madison – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-370,413
Anamosa – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-290,020
Oakdale – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-543,848
Oakdale – Centralized Pharmacy – An increase for medical costs at the Centralized Pharmacy at the Iowa Medical Classification Center.	\$1,000,000
Newton – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-253,025
Mount Pleasant – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-230,169
Rockwell City – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-94,306
Clarinda – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-223,447
Mitchellville – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-203,728
Fort Dodge – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-267,443
CBC District 1 – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-133,331
CBC District 2 – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-103,097
CBC District 3 – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-64,633
CBC District 4 – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-51,215
CBC District 5 – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-194,385
CBC District 6 – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-132,667
CBC District 7 – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-70,127
CBC District 8 – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-72,897

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Corrections Capitals				
Corrections Capital				
SE Reg. Planning Comm. House Bldg - SWJCF	\$ 0	\$ 0	\$ 1,000,000	\$ 1,000,000
Total Corrections Capitals	\$ 0	\$ 0	\$ 1,000,000	\$ 1,000,000

Governor's Recommendations FY 2019 – Significant Changes

Apprenticeship Program – An increase to expand the apprenticeship program at Iowa Prison Industries.	\$1,000,000
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Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the DOC is a decrease of \$3,405,688 (-0.9%). The Governor is allowing discretion as to how the reduction is attained. More information on how the Department will achieve these reductions will be provided once available.

Pharmacy Costs – The DOC must meet the community standard of medical care and maintain offenders' medications upon entry into the prison system as long as the medication is effective. The DOC is dealing with an aging population with increasing incidence of chronic disease and disabilities, as well as mental health needs. It is estimated that all pharmaceutical costs will require an additional \$1,000,000 during FY 2019. *The Governor is recommending an increase of \$1,000,000 for pharmaceutical costs at the Iowa Medical Classification Center at Oakdale.*

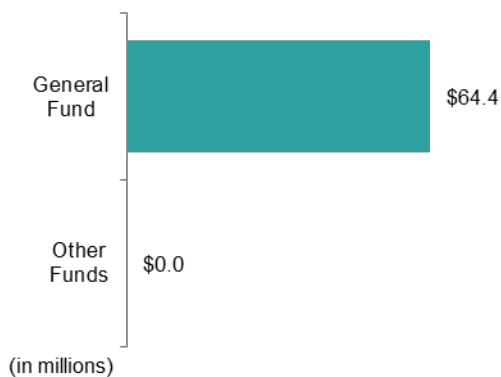
Apprenticeship Program – The DOC has partnered with the U.S. Department of Labor Office of Apprenticeship to develop apprenticeship programs in all nine State correctional facilities. Since May 2015, the DOC apprenticeship program has grown 890% to 329 participants. One hundred apprentices have completed their occupational training and become journeymen in their field. The Governor plans to expand the program to include a housing construction site at the Newton Correctional Facility to address affordable housing needs. *The Governor is recommending an appropriation of \$1,000,000 from the Skilled Workforce and Job Creation Fund (SWJCF) for the project.*

DEPARTMENT OF INSPECTIONS AND APPEALS – STATE PUBLIC DEFENDER

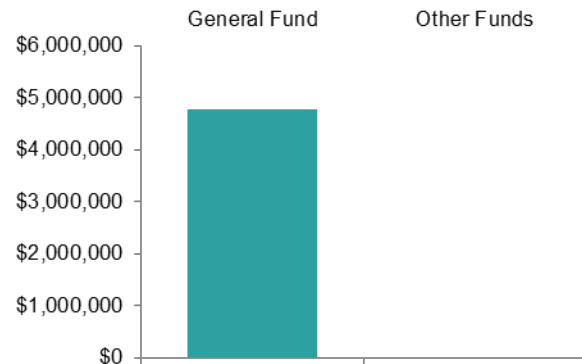
Overview and Funding History

Agency Overview: General Fund appropriations for the [Department of Inspections and Appeals](#) are the responsibility of the [Administration and Regulation Subcommittee](#) except for the Office of the State Public Defender and the Indigent Defense Fund. The [Office of the State Public Defender](#) administers local public defender offices, provides legal counsel to indigent convicted criminals on appeals and for post-conviction relief proceedings, is responsible for indigent juvenile cases, and reviews all expense claim reimbursements from private attorneys for indigent defense cases. In FY 1988, the costs of providing legal counsel to indigent criminal defendants and juveniles (indigent defense) were transferred to the State as part of court reorganization. Before FY 1988, these costs were paid by the counties.

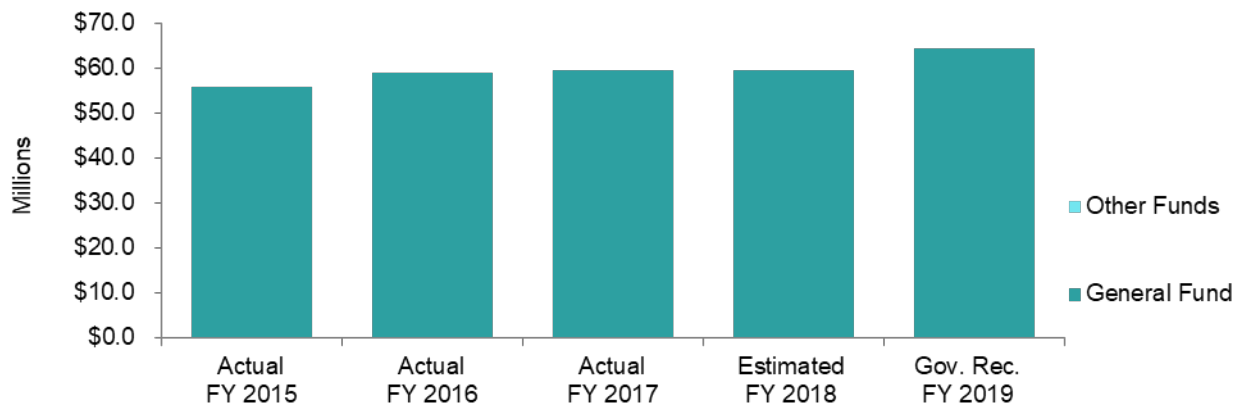
FY 2019 Governor's Recommendations Total: \$64,390,650



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Inspections and Appeals, Department of				
Public Defender				
Public Defender	\$ 25,724,762	\$ 26,182,243	\$ 26,946,202	\$ 763,959
Indigent Defense Appropriation	33,901,929	33,444,448	37,444,448	4,000,000
Total Inspections and Appeals, Department of	\$ 59,626,691	\$ 59,626,691	\$ 64,390,650	\$ 4,763,959

Governor's Recommendations FY 2019 – Significant Changes

Office of the State Public Defender – A net increase of \$763,959.	
A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-236,041
An unspecified agency-wide increase.	\$1,000,000

Indigent Defense Fund – An increase for indigent defense claims.	\$4,000,000
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Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the Office of the State Public Defender is a decrease of \$236,041 (-0.9%). The Governor's budget adjustment for the Indigent Defense Fund is an increase of \$2,000,000 (6.0%). The Governor is allowing the Office discretion as to how the reduction is attained. More information on how the Office will achieve these reductions will be provided once available.

New State Public Defender – On May 26, 2017, Governor Kim Reynolds appointed Larry Johnson Jr. as the Iowa State Public Defender. Prior to his appointment, Mr. Johnson served as legal counsel to Governor Terry Branstad.

Data Management System – Currently, the data management system for State Public Defender employees tracks and keeps record of the total number of charges filed against a client. Private contract attorney workload is measured by claims to the Indigent Defense Fund, which can include multiple charges. In FY 2017, State Public Defender employees handled 83,398 charges, while private contract attorneys handled 76,734 cases. The Office of the State Public Defender hopes to modify its data management system in the future in order to produce more comparable statistics between State Public Defender employees and private contract attorneys. *The Governor is recommending an appropriation of \$88,800 from the Technology Reinvestment Fund (TRF) for this purpose.*

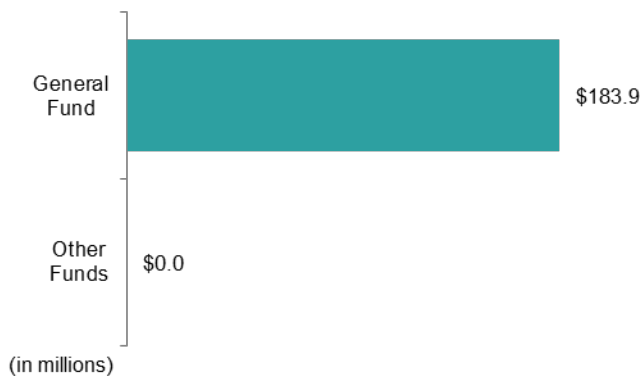
Fort Dodge Office Closure – The Office of the State Public Defender closed its office in Fort Dodge in late September 2017. The decision was made following the departure of two attorneys on staff and the appointment of the supervisor as an associate district court judge, leaving no attorneys at the office. The FY 2018 funding allocated to the Fort Dodge office was \$551,133. A portion of this funding will be transferred to the Nevada office to cover additional expenses from the increased caseload. Another portion will be allocated to the public defender offices with the largest caseloads. There are no plans to close any of the other 17 local public defender offices.

JUDICIAL BRANCH

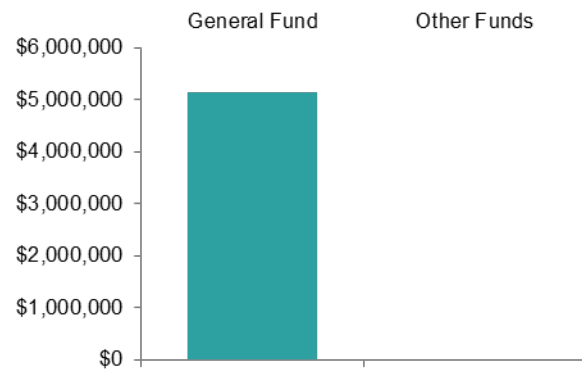
Overview and Funding History

Agency Overview: Iowa's court system consists of a Supreme Court, a Court of Appeals, and the District Courts. The Supreme Court consists of one chief justice and six associate justices. The Court of Appeals consists of one chief judge and eight associate judges. Iowa has a unified trial court system at the District Court level, with jurisdiction over all types of civil, criminal, juvenile, and probate cases. There are six types of judgeships within a District Court: District Judges, District Associate Judges, Associate Juvenile Judges, Associate Probate Judges, Magistrates, and Senior Judges.

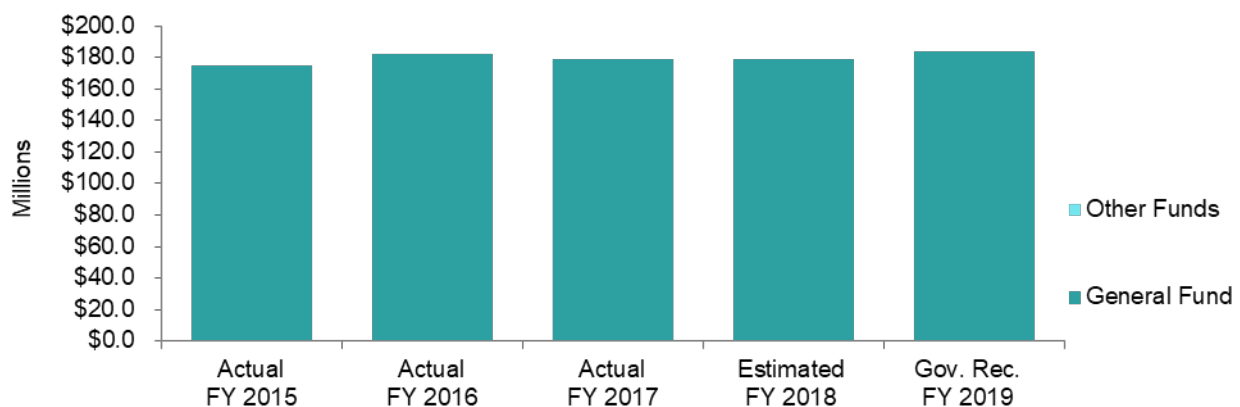
FY 2019 Governor's Recommendations Total: \$183,930,088



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Judicial Branch				
Judicial Branch				
Judicial Branch	\$ 175,686,612	\$ 175,686,612	\$ 180,830,088	\$ 5,143,476
Jury & Witness Fee Revolving Fund	3,100,000	3,100,000	3,100,000	0
Total Judicial Branch	\$ 178,786,612	\$ 178,786,612	\$ 183,930,088	\$ 5,143,476

Governor's Recommendations FY 2019 – Significant Changes

Judicial Branch – A net increase of \$5,143,476.	
A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-1,611,815
An increase to provide funding for full staffing for essential service levels in all 99 counties.	\$6,755,291

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the Judicial Branch is a decrease of \$1,611,815 (-0.9%). The Judicial Branch may use discretion as to how the reduction is attained. More information on how the Judicial Branch will achieve these reductions will be provided once available.

Judicial Compensation – [Senate File 508](#) (FY 2018 Judicial Branch Appropriations Act) permitted the Iowa Supreme Court to increase the annual salaries of judges and magistrates by a maximum of 2.5% in FY 2018. The Supreme Court approved the increase at an estimated cost of \$1,131,015. The following chart compares the salaries for judges and magistrates in FY 2017 and FY 2018:

	Annual Judicial Salaries	
	FY 2017	FY 2018
Supreme Court		
Chief Justice	\$ 178,538	\$ 183,001
Justices	\$ 170,544	\$ 174,808
Court of Appeals		
Chief Judge	\$ 159,885	\$ 163,882
Judges	\$ 154,556	\$ 158,420
District Court		
Chief Judge	\$ 149,226	\$ 152,957
District Judges	\$ 143,897	\$ 147,494
District Associate	\$ 127,908	\$ 131,106
Juvenile Associate	\$ 127,908	\$ 131,106
Probate Associate	\$ 127,908	\$ 131,106
Magistrates	\$ 39,438	\$ 40,424
Senior Judges	\$ 8,527	\$ 8,740

Technological and Specialty Courts Requests – The Judicial Branch requested \$6,500,000 for technological projects including cybersecurity improvement, Electronic Document Management System (EDMS) redundancy and recovery, improving access to justice, and upgrading the jury management software. In addition, the Judicial Branch requested \$85,400 for a specialty courts study and \$500,000 for digital audio recording equipment for 25 district associate courtrooms across the State. *The Governor recommended \$7,085,424 from the TRF for these projects.*

New State Court Administrator – The Iowa Supreme Court named Todd Nuccio as State Court Administrator. The State Court Administrator is responsible for the day-to-day management of Iowa's State court system. Mr. Nuccio previously served 25 years as the trial court administrator for the 26th Judicial District of North Carolina.

Court Debt Update – The total outstanding court debt at the end of FY 2017 was \$731,861,637. Of the overall debt, 72.0% is criminal, 23.0% is traffic, 3.0% is civil, and the remaining 2.0% is classified as miscellaneous. [Senate File 2316](#) (Court Debt Collection Act) was enacted during the 2016 Legislative Session and made several changes to the court debt collection system. The most notable change was the modified collection timeline, which allows a County Attorney to begin collecting debt once it becomes delinquent (non-payment 30 days after assessment or due date of installment payment) as long as the County Attorney has filed the proper notice with the Clerk of the District Court. Previously, the County Attorney could only collect 90 days after assessment. In addition, the division of the revenue from collections between the County and the State was modified. This law change was implemented on July 1, 2016. The **Issue Review Court Debt Collection** outlines the historical and current systems for collecting court debt. The following table shows the current revenue collected from outstanding court debt for FY 2015 through FY 2017.

Actual Court Debt Collections

	Actual FY 2015	Actual FY 2016	Difference FY 2015 to FY 2016	Actual FY 2017	Difference FY 2016 to FY 2017
Centralized Collections Unit (CCU)	\$24,787,925	\$8,149,755	(\$16,638,170)	\$2,153,577	(\$5,996,178)
CCU 10.0% add-on fee	2,754,214	905,528	(1,848,686)	239,286	(666,242)
Private Debt Collector	5,057,677	18,533,076	13,475,399	13,349,788	(5,183,288)
Private Debt Collector 25.0% add-on fee	1,050,000	3,706,615	2,656,615	2,450,460	(1,256,155)
County Attorneys	16,594,381	17,487,308	892,927	23,843,986	6,356,678
Judicial Offsets	13,900,000	13,930,873	30,873	13,165,153	(765,720)
County Treasurer - Court Debt	268,339	243,036	(25,303)	184,855	(58,181)
Professional Licensing	186,261	183,579	(2,682)	0	(183,579)
Total	<u>\$60,794,583</u>	<u>\$58,527,627</u>	<u>(\$2,266,955)</u>	<u>\$52,697,359</u>	<u>(\$5,830,268)</u>

Notes:

1. The CCU is permitted to collect a 10.0% add-on fee.
2. The private debt collector is permitted to collect a 25.0% add-on fee.
3. The county attorney amounts include only revenue eligible to be retained by the State and counties.
4. Total does not include the CCU or Private Debt Collector add-on fees.

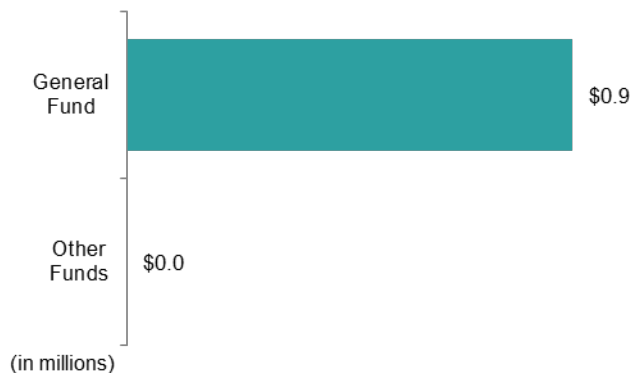
LAW ENFORCEMENT ACADEMY

Overview and Funding History

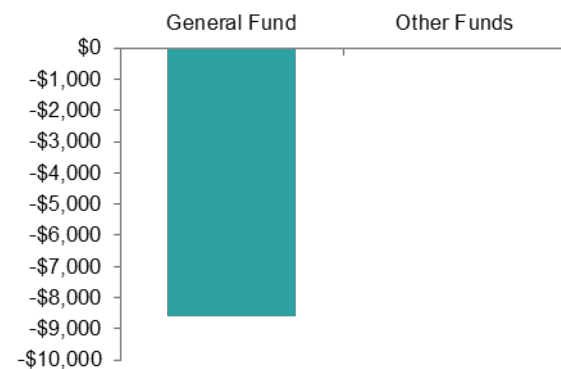
Agency Overview: The mission of the [Iowa Law Enforcement Academy](#) (ILEA) is to provide safe communities through effective and efficient training. The ILEA provides training for city and county law enforcement officers, Tribal government officers, conservation officers for the Department of Natural Resources, jailers, and telecommunicators. The ILEA also administers a program of psychological testing for applicants, approves regional training programs, establishes minimum hiring standards, and provides audio-visual resources for law enforcement training and educational institutions. The Academy is also responsible for removing or suspending an Iowa officer's certification.

ILEA Basic Training is a 15-week course offered up to six times per year. The ILEA also offers specialty schools and in-service seminars. The ILEA is located at Camp Dodge, including dormitory rooms with a capacity for 112 people, classrooms, a cafeteria, a physical fitness center, photography and video production studios, and administrative offices. The Academy shares firing ranges and tactical facilities with the Iowa National Guard and a driving campus with the Des Moines Area Community College campus. The Department of Public Safety, the Cedar Rapids Police Department, and the Des Moines Police Department offer training courses certified by ILEA. Training is also offered at Hawkeye Community College and Western Iowa Tech Community College.

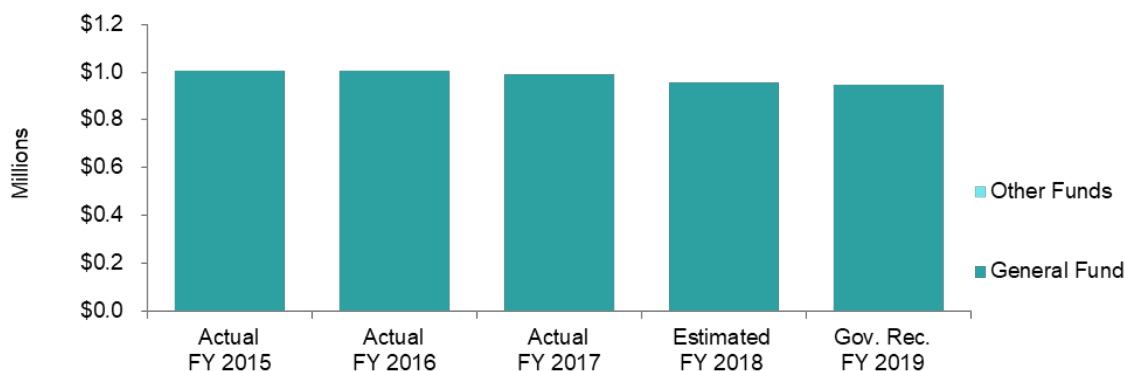
FY 2019 Governor's Recommendations Total: \$946,149



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Law Enforcement Academy				
Iowa Law Enforcement Academy				
Law Enforcement Academy	\$ 992,511	\$ 954,756	\$ 946,149	\$ -8,607
Total Law Enforcement Academy	\$ 992,511	\$ 954,756	\$ 946,149	\$ -8,607

Governor's Recommendations FY 2019 – Significant Changes

Law Enforcement Academy – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 recommendations.	\$-8,607
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Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the ILEA is a decrease of \$8,607 (-0.9%). The Governor is allowing the ILEA discretion as to how the reduction is attained. More information on how the ILEA will achieve these reductions will be provided once available.

Additional Instructor and Course Offerings – The ILEA is requesting an additional FTE position to work in the area of community outreach. Subject areas would include Blue Courage and Officer Resilience, Crisis Intervention and Mental Health Training, Community Outreach and Executive Leadership Training, Cyber Crimes Training, and Technology and Computer Training. The position would be funded through tuition revenue received from the increased number of classes. Director Judy Bradshaw has a goal of training over 10,000 individuals in FY 2018. Over 11,000 total law enforcement personnel took training through the ILEA in FY 2017. *The Governor is recommending an additional 1.0 FTE position for the community outreach training instructor position.*

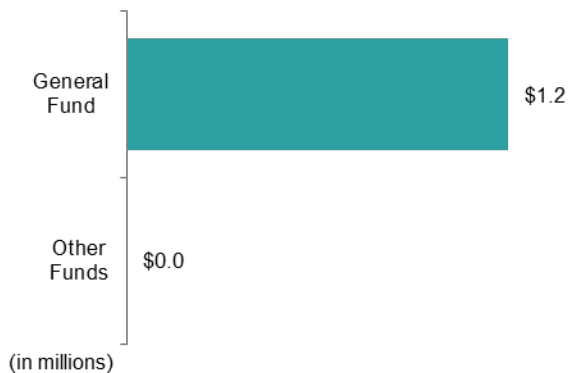
Multi-Agency Public Safety Training Facility – Director Bradshaw has worked with the Department of Administrative Services (DAS) to identify building and infrastructure issues relating to the ILEA building. There are several concerns with the facility, including the existence of black mold and ventilation issues. Representatives of several agencies including the Department of Public Safety and the Department of Transportation have met to discuss the possibility of establishing a multi-agency public safety training facility at a new location. *The Governor is recommending \$1,449,938 from the RIIF for FY 2019 for the first year of costs to remodel the existing building.*

BOARD OF PAROLE

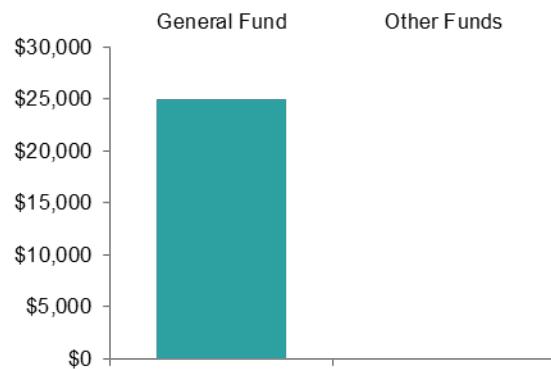
Overview and Funding History

Agency Overview: The mission of the [Board of Parole](#) (BOP) is to enhance overall public safety by making evidence-based and informed parole decisions for the successful reentry of offenders back into the community to become productive and responsible citizens. The Board releases, on parole or work release, any offender that it has the power to so release when, in its opinion, there is reasonable probability that the person can be released without detriment to the community or to the offender. The Board performs risk evaluations for inmates, reviews eligible parole cases, holds parole hearings for eligible inmates, and selects inmates for conditional release on parole and work release. The Board revokes conditional releases and returns those offenders to prison. The Board also notifies victims of scheduled interviews with offenders and decisions made at those interviews, and advises the Governor on matters of executive clemency and commutations.

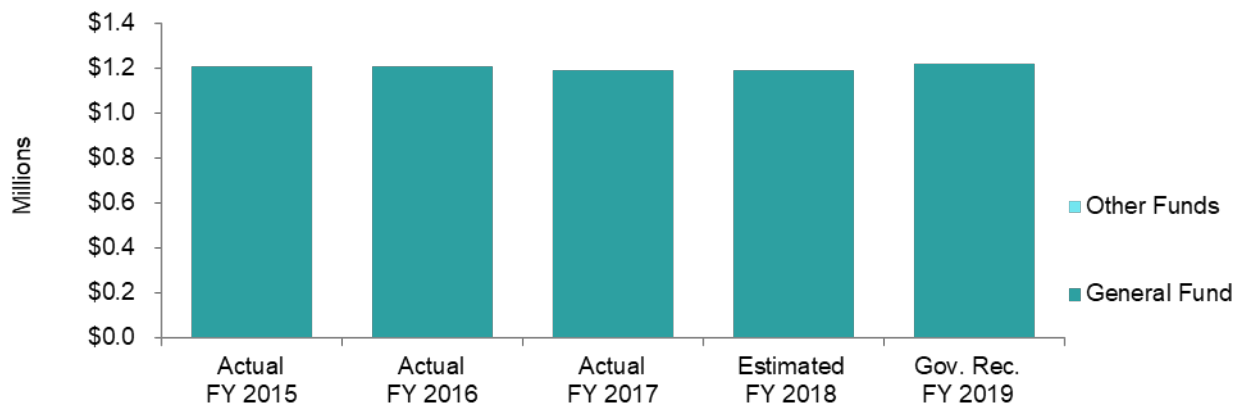
FY 2019 Governor's Recommendations Total: \$1,216,731



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Parole, Board of				
Parole Board				
Parole Board	\$ 1,191,731	\$ 1,191,731	\$ 1,216,731	\$ 25,000
Total Parole, Board of	\$ 1,191,731	\$ 1,191,731	\$ 1,216,731	\$ 25,000

Governor's Recommendations FY 2019 – Significant Changes

Parole Board – An increase for Board-wide duties and support.	\$25,000
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Discussion Items

Improving Efficiency – The Board continues to digitize files to increase efficiency and has requested \$160,000 from the TRF to finish the digitization of 11,300 files as well as develop a commutation and clemency module within the Iowa Corrections Offender Network (ICON). The Board of Parole conducted 12,200 reviews in FY 2017. The number of reviews conducted by the Board has steadily increased since FY 2014. In FY 2018, Board Chairman John Hodges estimates the Board could conduct as many as 12,500 reviews. The ongoing collaboration with the DOC decreases unnecessary administrative review steps which in turn saves time and money. *The Governor is recommending \$50,000 from the TRF for the ICON project.*

Recidivism Rate – During FY 2017, the recidivism rate was 35.4%. This is an increase from 31.3% from FY 2016. The BOP and the DOC continue to collaborate to manage the prison population. Solutions to enhance offender reentry planning and the best community outcomes continue to be a goal.

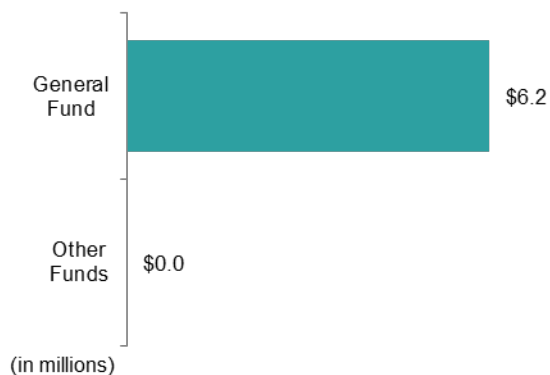
Revocation Hearings – The Board has worked with the DOC to develop a statewide standardized process for revocation hearings. As a result, the average stay in jail prior to a BOP hearing has been reduced from 40 days to 24 days. In FY 2017, this decrease in the average length of stay in jail resulted in a 41.0% reduction in county confinement costs from FY 2016.

DEPARTMENT OF PUBLIC DEFENSE

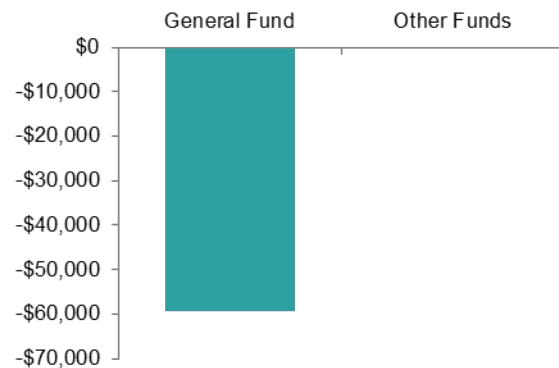
Overview and Funding History

Agency Overview: The three key missions of the [Department of Public Defense](#) (DPD), or Iowa National Guard, are to fight America's wars, secure the homeland, and build enduring partnerships. To that end, the Iowa National Guard provides trained and ready forces as the primary combat reserve of the Army and Air Force with nearly 800 soldiers and airmen currently mobilized; provides capability and capacity to the State of Iowa before and after disasters strike; and pursues local, State, federal, and global partnerships to strengthen its forces.

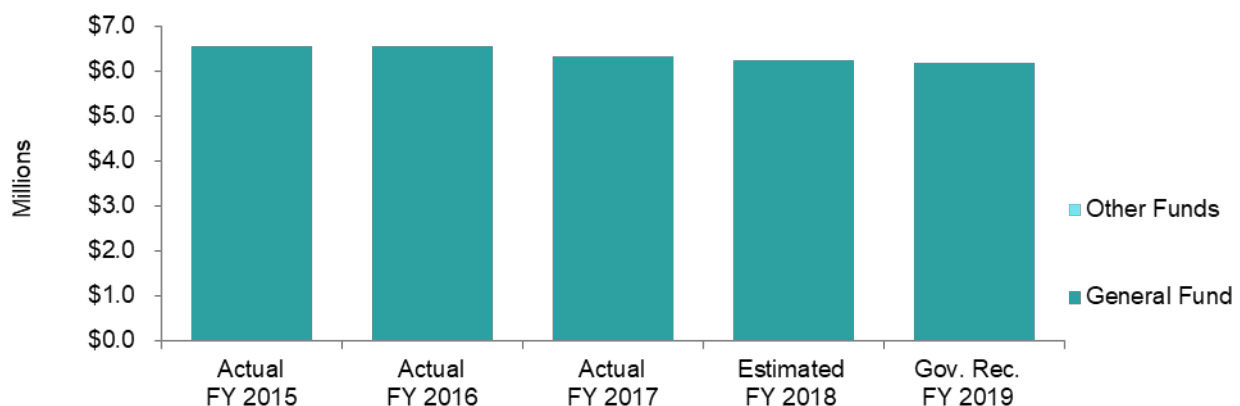
FY 2019 Governor's Recommendations Total: \$6,164,131



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Public Defense, Department of				
Public Defense, Dept. of				
Public Defense, Department of	\$ 6,313,382	\$ 6,223,324	\$ 6,164,131	\$ -59,193
Total Public Defense, Department of	\$ 6,313,382	\$ 6,223,324	\$ 6,164,131	\$ -59,193

Governor's Recommendations FY 2019 – Significant Changes

Iowa National Guard – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-59,193
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Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the DPD is a decrease of \$59,193 (-0.95%). The Governor is allowing the Department discretion as to how the reduction is attained. More information on how the Department will achieve these reductions will be provided once available.

Home Base Iowa – Efforts continue to attract military veterans to Iowa by placing them in quality jobs through the Home Base Iowa Initiative, established in May 2014. Additionally, veterans in the program might have the option to continue their service through the Iowa National Guard. Education initiatives for current and former members of the Guard are a part of this effort. The Camp Dodge Service Support Center synchronizes these services. The Home Base Iowa [website](#) contains more information. To date, the program has attracted more than 2,500 veterans to the State.

Federal Budget Situation and Challenges – Due to federal sequestration, the Iowa National Guard has lost 65 personnel. In addition, federal reimbursement for State benefits continues to be reduced. Nationwide, there has been a reduction from 358,000 to 343,000 Army National Guard personnel. The Iowa National Guard is expecting a reduction of 11 full-time Iowa National Guard personnel. The situation has presented the challenge of maintaining readiness under increasing fiscal restraints.

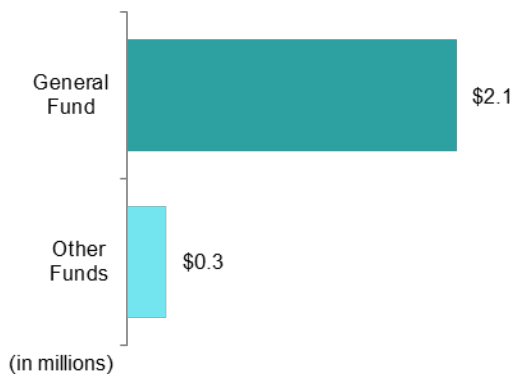
Time Spent on Hurricane Recovery – Around 1,169 person-days were spent responding to Hurricanes Harvey, Irma, and Maria during the 2017 calendar year.

HOMELAND SECURITY AND EMERGENCY MANAGEMENT DEPARTMENT

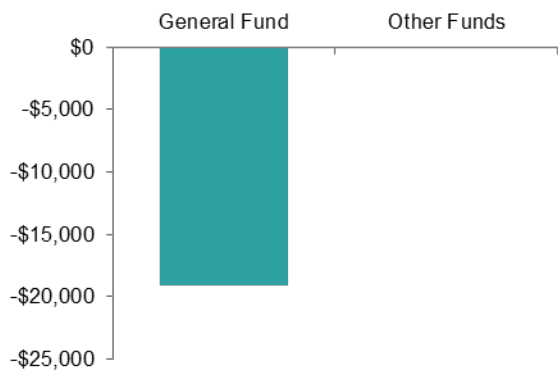
Overview and Funding History

Agency Overview: The Homeland Security and Emergency Management Department (HSEMD) manages risks and hazards with local and federal entities through mitigation, preparedness, response, and recovery initiatives. In FY 2014, [House File 307](#) established the Homeland Security and Emergency Management Department in lieu of a division under the Department of Public Defense. The Department's mission is to lead, coordinate, and support homeland security and emergency management functions in order to establish sustainable communities and ensure economic opportunity for Iowa and its citizens.

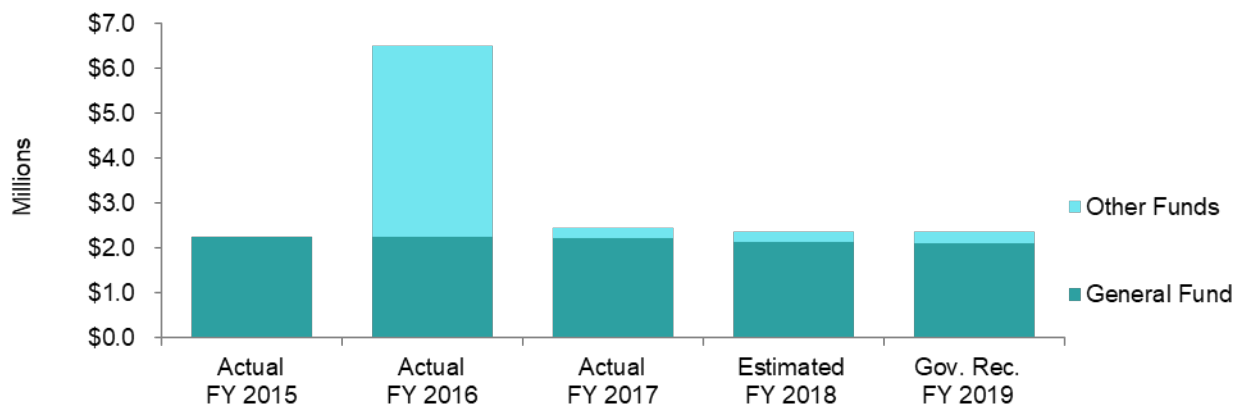
FY 2019 Governor's Recommendations Total: \$2,352,797



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Homeland Security and Emergency Mgmt				
Homeland Security & Emergency Mgmt				
Homeland Security & Emer. Mgmt	\$ 2,205,836	\$ 2,121,927	\$ 2,102,797	\$ -19,130
Total Homeland Security and Emergency Mgmt	\$ 2,205,836	\$ 2,121,927	\$ 2,102,797	\$ -19,130

Governor's Recommendations FY 2019 – Significant Changes

HSEMD – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-19,130
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Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Homeland Security and Emergency Mgmt				
Homeland Security & Emergency Mgmt				
E911 Emerg Comm Admin - E911 Surcharge	\$ 250,000	\$ 250,000	\$ 250,000	\$ 0
Total Homeland Security and Emergency Mgmt	\$ 250,000	\$ 250,000	\$ 250,000	\$ 0

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the HSEMD is a decrease of \$19,130 (-0.9%). The Governor is allowing the Department discretion as to how the reduction is attained. More information on how the Department will achieve these reductions will be provided once available.

Alert Iowa – Currently, 87 counties are utilizing this Mass Communication System that enables local authorities to use the reverse 911 system to disseminate information during emergency situations and disaster recovery. For FY 2018, \$400,000 was appropriated from the TRF for this system and the Department is requesting an additional \$400,000 in funding from the TRF for FY 2019. *The Governor is recommending \$400,000 in funding from the TRF.*

See Something Say Something – The HSEMD initiated a campaign in November 2017 to remind the public to stay vigilant and report suspicious behavior they have witnessed by calling 911 or their local law enforcement agency. Suspicious behavior includes unusual items or situations, persons eliciting information at a level beyond curiosity, and observation or surveillance of facilities or buildings beyond a casual or professional interest.

Iowa Flood Mitigation Board – This Board oversees flood mitigation projects that will take place over a 20-year period. Up to \$1.3 billion will be available from tax increment, local, and federal funds for mitigation. Iowa has become a model for other states undertaking flood mitigation projects. The HSEMD estimates that over \$118.6 million of loss was avoided during the northwest Iowa floods in

2016, and over \$9,000,000 of loss was avoided during the northeast Iowa 2017 floods because of the residences that were bought out and the building projects undertaken to mitigate damage.

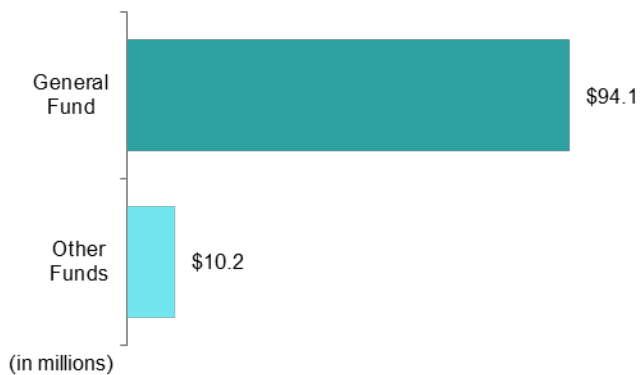
911 Surcharge Fund – During the 2017 Legislative Session, [Senate File 500](#) made several changes to the 911 telephone communication systems and the 911 Surcharge Fund. Some of the changes included allowing the 911 Program Manager to provide grants for the purpose of developing and maintaining Geographic Information System data to be used in support of the Next Generation 911 network, limited the definition of consolidation with respect to grants provided to Public Safety Answering Points (PSAPS), changed the amount of funds available for those consolidation grants from \$4,400,000 to \$7,000,000, and required the HSEMD to develop a plan to combine the wireline 911 network with the Next Generation 911 network.

DEPARTMENT OF PUBLIC SAFETY

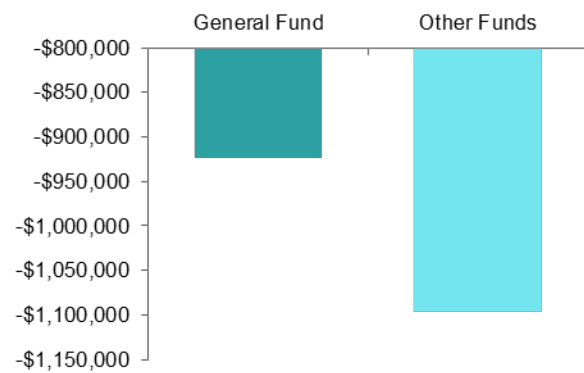
Overview and Funding History

Agency Overview: The [Department of Public Safety](#) (DPS) is the State law enforcement agency. The mission of the DPS is to serve the people of Iowa by providing public safety services with leadership, integrity, and professionalism. Its guiding principles and core values are courtesy, service, and protection. Goals are to reduce preventable injuries and deaths, suppress criminal activity, reduce or minimize the costs of compliance with government requirements, and promote integrity and excellence in the workforce. The Department divisions include the Commissioner's Office, Administrative Services, Division of Criminal Investigation (DCI), Division of Narcotics Enforcement, State Fire Marshal, and the Iowa State Patrol.

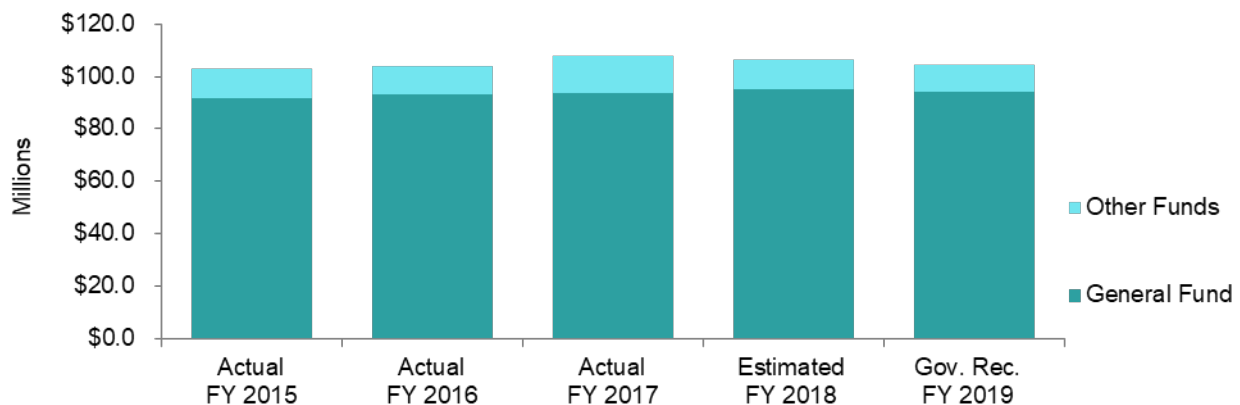
FY 2019 Governor's Recommendations Total: \$104,372,883



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Public Safety, Department of				
Public Safety, Dept. of				
Public Safety Administration	\$ 4,143,131	\$ 4,334,703	\$ 4,334,703	\$ 0
Public Safety DCI	13,590,544	14,263,083	14,263,083	0
DCI - Crime Lab Equipment/Training	302,345	302,345	302,345	0
Narcotics Enforcement	7,271,039	7,585,873	7,495,873	-90,000
Public Safety Undercover Funds	109,042	109,042	109,042	0
Fire Marshal	4,579,010	4,765,056	4,665,056	-100,000
Iowa State Patrol	60,321,575	62,126,287	61,538,642	-587,645
DPS/SPOC Sick Leave Payout	279,517	279,517	279,517	0
Fire Fighter Training	825,520	825,520	825,520	0
Department-wide Duties	1,834,973	0	129,223	129,223
Human Trafficking Office	150,000	150,000	75,000	-75,000
DPS Sexual Abuse Evidence Processing	0	200,000	0	-200,000
Interoperable Communications Sys Board	115,661	115,661	115,661	0
Total Public Safety, Department of	\$ 93,522,357	\$ 95,057,087	\$ 94,133,665	\$ -923,422

Governor's Recommendations FY 2019 – Significant Changes

Division of Narcotics Enforcement – A decrease to revise the FY 2019 appropriation to match the FY 2019 base after the Governor's recommended FY 2018 reductions.	\$-90,000
State Fire Marshal Division – A decrease to revise the FY 2019 appropriation to match the FY 2019 base after the Governor's recommended FY 2018 reductions.	\$-100,000
Iowa State Patrol - A decrease to revise the FY 2019 appropriation to match the FY 2019 base after the Governor's recommended FY 2018 reductions.	\$-587,645
Department-wide Duties – An unspecified increase.	\$129,223
Human Trafficking Office – A decrease to revise the FY 2019 appropriation to match the FY 2019 base after the Governor's recommended FY 2018 reductions.	\$-75,000
Sexual Abuse Evidence Processing – A decrease that would eliminate this budget unit. In the FY 2018 Standings Act, \$200,000 and 2.0 FTE positions were appropriated to the DCI Crime Lab for DNA processing in sexual abuse kits to address a backlog of cases.	\$-200,000

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Public Safety, Department of				
Public Safety, Dept. of				
Radio Comm Platform Lease - E911 Surcharge	\$ 4,383,000	\$ 0	\$ 0	\$ 0
DPS Gaming Enforcement- GEF	9,745,272	11,335,218	10,239,218	-1,096,000
Total Public Safety, Department of	\$ 14,128,272	\$ 11,335,218	\$ 10,239,218	\$ -1,096,000

Governor's Recommendations FY 2019 – Significant Changes

Statewide Radio Communications Platform – A decrease to the DPS for the fourth lease payment of the platform. The Governor is recommending an additional \$3,500,000 in funding to the Department of Transportation for the additional lease payment amount.	\$-2,792,021
Electronic Control Devices – An increase to replace tasers for the Iowa State Troopers from the RIIF.	\$740,000
Technology Projects – An increase to the DCI Crime Laboratory for crime scene processing equipment from the TRF.	\$125,000
Radio Communication Upgrades – A decrease from the RIIF for radio upgrades. The funds recommended for FY 2019 (\$860,000) are less than appropriated in FY 2018 because fewer radios are needed to replace those used by DPS investigators.	\$-256,377
Gaming Enforcement Fund – A decrease to take into account the one-time expenditure in FY 2018 for agent radios.	\$-1,096,000

Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the DPS is a decrease of \$0.9 million (0.97%). The decreases are being taken from the Division of Narcotics Enforcement (\$90,000), State Fire Marshal Division (\$100,000), Iowa State Patrol (\$587,645), the Human Trafficking office (\$75,000), and the DCI Crime Lab for sexual abuse evidence processing (\$200,000).

First Net – Statewide Interoperable and Broadband Communications – The Iowa Statewide Interoperable Communications System Board continues its work to meet the federal mandates of First Net, which establishes a broadband network dedicated to law enforcement.

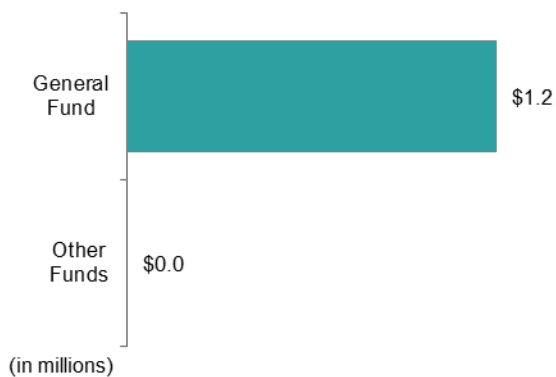
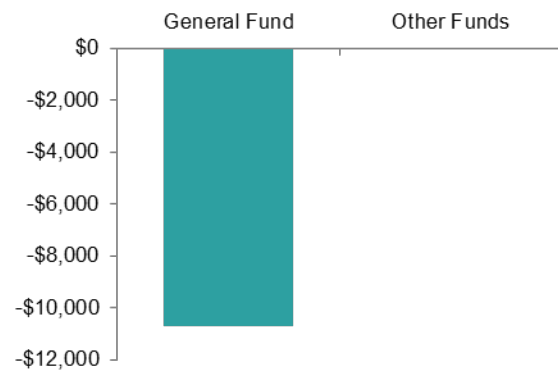
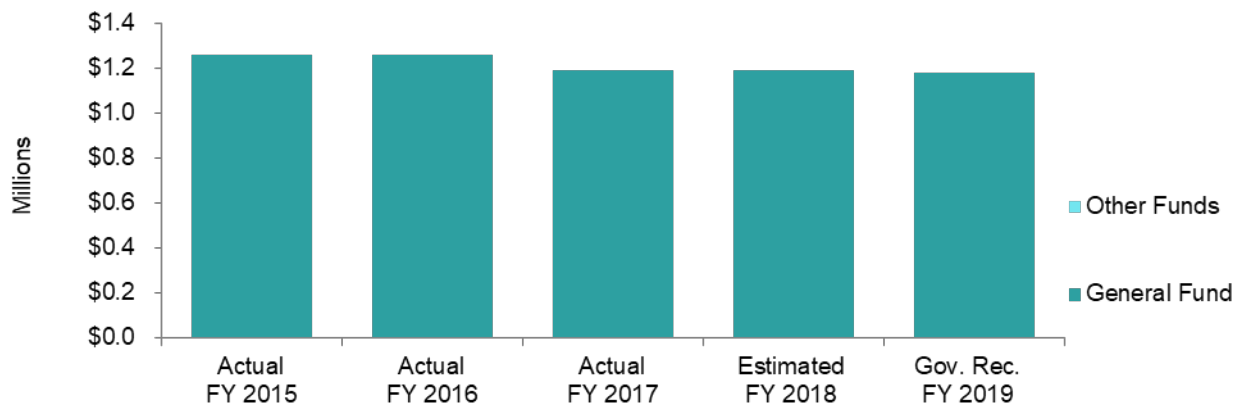
Equipment Requests – \$740,000 is being requested from the RIIF to replace electronic control devices (tasers) for the Iowa State Troopers, \$125,000 is being requested from the TRF for crime scene processing equipment to be used by the DCI Crime Laboratory, and \$860,000 is being requested from the TRF to replace radios used by DPS investigators. *The Governor is recommending \$740,000 from the RIIF, as well as \$125,000 and \$860,000 from the TRF for these requests.*

Statewide Radio Communications Platform – A statewide land-to-mobile radio communications platform will enable communication between jurisdictions. A lease-purchase contract has been signed with Motorola at a total cost of \$39.5 million (\$36.4 million in principal and \$3.1 million in interest) over 10 years. The DPS has requested that \$4,143,687 be appropriated from the RIIF to pay for the fourth year of the lease-purchase payment of the Statewide Interoperable Communications System in FY 2019. *The Governor is recommending \$1,351,666 from the RIIF, \$3,054,172 from the Primary Road Fund, and \$497,191 from the Road Use Tax Fund for a total of \$4,903,029 to pay for the lease payment and other equipment expenses.*

Increase in Violent Crime – Statewide there has been an increase in violent crime, and the DPS has experienced a trend of death investigations increasing in both the number and complexity, with cases often involving multiple victims and/or multiple offenders.

CRIMINAL AND JUVENILE JUSTICE PLANNING DIVISION, DEPARTMENT OF HUMAN RIGHTS**Overview and Funding History**

Agency Overview: The Division of Criminal and Juvenile Justice Planning (CJJP) is within the Department of Human Rights. The Division carries out research, policy analysis, program development, and data analysis activities to assist policymakers, justice system agencies, and others to identify issues of concern and to improve the operation and effectiveness of the Iowa justice system. The CJJP staff provides a justice system information clearinghouse service to system officials and the general public. Councils staffed by CJJP are the Juvenile Justice Advisory Council, the Criminal and Juvenile Justice Advisory Council, the Sex Offender Research Council, and the Public Safety Advisory Board.

FY 2019 Governor's Recommendations
Total: \$1,177,121

Governor's Recommendations
Compared to Estimated FY 2018
**Five-Year Funding History**

General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Human Rights, Department of				
Human Rights, Dept. of Criminal & Juvenile Justice	\$ 1,187,833	\$ 1,187,833	\$ 1,177,121	\$ -10,712
Total Human Rights, Department of	\$ 1,187,833	\$ 1,187,833	\$ 1,177,121	\$ -10,712

Governor's Recommendations FY 2019 – Significant Changes

Criminal and Juvenile Justice – A decrease to revise the FY 2019 appropriation to match the FY 2018 base after the Governor's recommended FY 2018 reductions.	\$-10,712
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Discussion Items

FY 2018 Governor's Budget Adjustment – The Governor's budget adjustment for the CJJP is a decrease of \$10,712 (-0.9%). The Governor is allowing the CJJP discretion as to how the reduction is attained. More information on how the Division will achieve these reductions will be provided once available.

Public Safety Advisory Board (PSAB) Recommendations – The PSAB has identified its priority areas for the 2018 Legislative Session. These are the elimination of certain driving sanctions, the enactment of anti-racial profiling legislation, changes to Iowa's child kidnapping laws, changes to Iowa's robbery mandatory minimum sentencing laws, and modifying special sentences for sex offenders. The PSAB is also recommending implementation of the Iowa Results First model to evaluate criminal justice programs in an effort to determine best practice and cost effective services, and the restoration of voting rights for certain offenders.

Criminal Justice Information System (CJIS) – The purpose of the CJIS is to integrate the criminal justice systems from courts, law enforcement, corrections, and other governmental entities. One mission is to enhance the efficiency, effectiveness, and accuracy of criminal justice information. CJIS provides paperless, real-time exchanges of information between criminal and juvenile justice systems. *The Governor is recommending \$1,200,000 in funding for the CJIS from the TRF for FY 2019. This is an increase of \$200,000.*

Comparison to Other States – Outcomes

Public Safety

According to the FBI, **Iowa's violent crime rate in 2016 was 290.6 per 100,000 adult residents, or 16th lowest in the nation.** Contiguous states show the following violent crime rates: Illinois 436.3, Minnesota 242.6, Missouri 519.4, Nebraska 291.0, South Dakota 418.4, and Wisconsin 305.9. Iowa's property crime rate is 2,086.0 per 100,000 adult residents, or 18th lowest nationally. Surrounding states show the following property crime rates per 100,000 adult residents: Illinois 2,049.0, Minnesota 2,133.3, Missouri 2,799.1, Nebraska 2,263.3, South Dakota 1,980.6, and Wisconsin 1,933.3. Uniform Crime Rate data compiled by the FBI can be located at www.fbi.gov.

Corrections

According to the [U.S. Department of Justice, Bureau of Justice Statistics](http://www.bjs.ojp.gov), in 2015, **Iowa ranked 39th nationally in terms of the highest incarceration rate of sentenced prisoners, with 540 inmates per 100,000 adult residents.** Other Midwest states ranked as follows:

- Illinois was ranked 34th (640 inmates per 100,000 adult residents).
- Minnesota was ranked 46th (390 inmates per 100,000 adult residents).
- Missouri was ranked 14th (920 inmates per 100,000 adult residents).
- Nebraska was ranked 36th (600 inmates per 100,000 adult residents).
- Wisconsin was ranked 25th (780 inmates per 100,000 adult residents).
- South Dakota was ranked 23rd (820 inmates per 100,000 adult residents).

Iowa ranks 28th nationally in terms of the highest rate of offenders under community supervision, with 1,480 offenders per 100,000 adult residents. Other Midwest states ranked as follows:

- Illinois was ranked 26th (1,530 inmates per 100,000 adult residents).
- Minnesota was ranked 7th (2,490 inmates per 100,000 adult residents).
- Missouri was ranked 32nd (1,330 inmates per 100,000 adult residents).
- Nebraska was ranked 44th (950 inmates per 100,000 adult residents).
- Wisconsin was ranked 30th (1,460 inmates per 100,000 adult residents).
- South Dakota was ranked 27th (1,500 inmates per 100,000 adult residents).

Judicial Branch

The [National Center for State Courts](http://www.ncsc.org) (NCSC) has published the [Survey of Judicial Salaries](http://www.ncsc.org/survey) for 30 years. The most recent national data available was published [January 2017](http://www.ncsc.org/survey). The Iowa salary data is current as of July 1, 2017.

- In Iowa, the salary for a Justice on the Iowa Supreme Court is \$174,808, and ranks 19th highest nationally out of 51 (including Washington, D.C.). The national salary range for a Justice is \$130,136 to \$233,888, with an average salary of \$169,325.
- In Iowa, the salary for a Judge on the Court of Appeals is \$158,420 and ranks 24th highest nationally out of 40. This position does not exist in all 50 States and Washington, D.C. The national salary range for a Court of Appeals Judge is \$124,616 to \$219,272, with an average salary of \$163,319.
- In Iowa, the salary for a District Court Judge is \$147,494 and ranks 29th nationally out of 51. The national salary range for a District Court Judge is \$118,384 to \$205,100, with an average salary of \$152,525.

Criminal and Juvenile Justice Planning Division

The [Criminal and Juvenile Justice Planning Division](#) (CJJP) of the Department of Human Rights staffs several committees and issues research reports on topics of interest to the justice system. Reports issued by the CJJP include research on both the adult and juvenile justice systems. Reports can be accessed on the CJJP [website](#). The CJJP provides [Prison Population Forecasts](#), [recidivism studies](#), task force [reports on sex offenders](#), [violent offender reports](#), and other documents.

LSA Publications – Justice

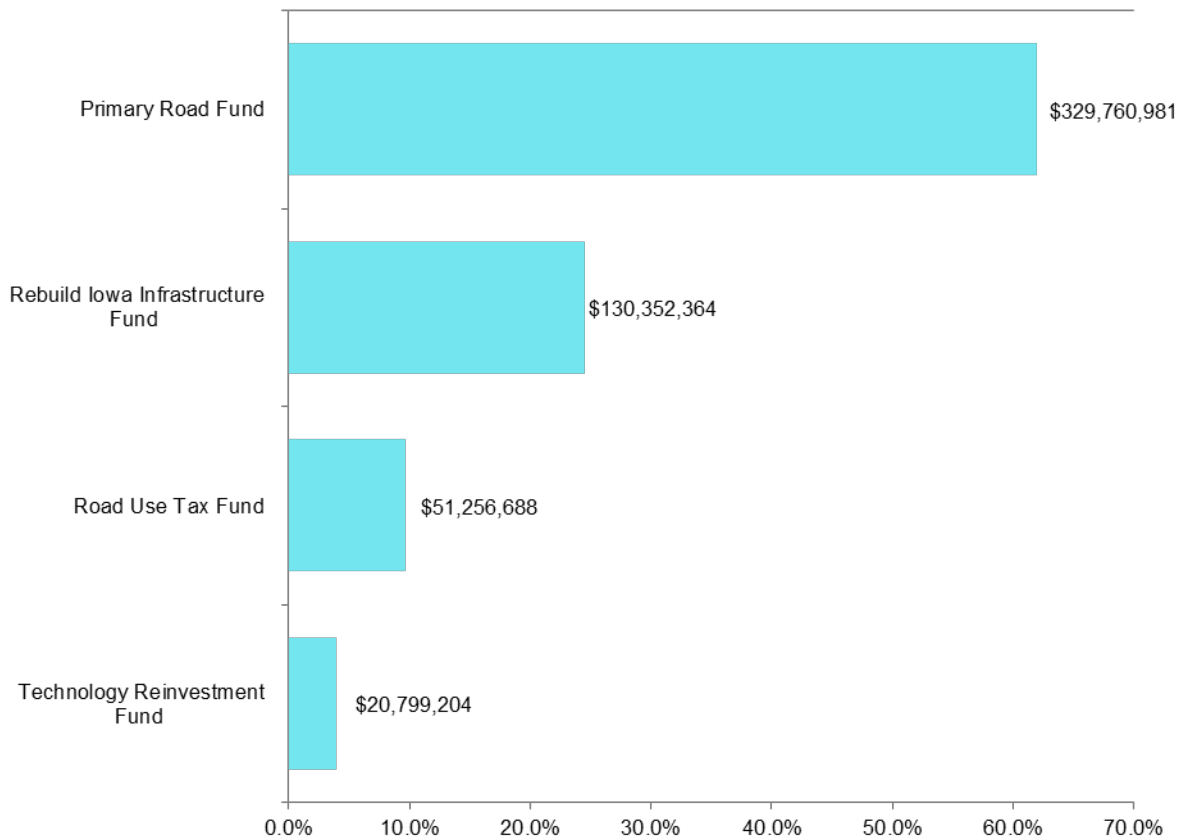
The following documents have been published by the LSA that relate to the Justice System Appropriations Subcommittee:

- ***Issue Reviews:***
 - [Court Debt Collection](#)
 - [Human Trafficking](#)
- ***Fiscal Topics:***
 - [Criminal Fine Revenue and Surcharge Distribution](#)
- ***Conversations in State Government:***
 - [Lettie Prell - Thirty-Year Career in the Field of Corrections](#)

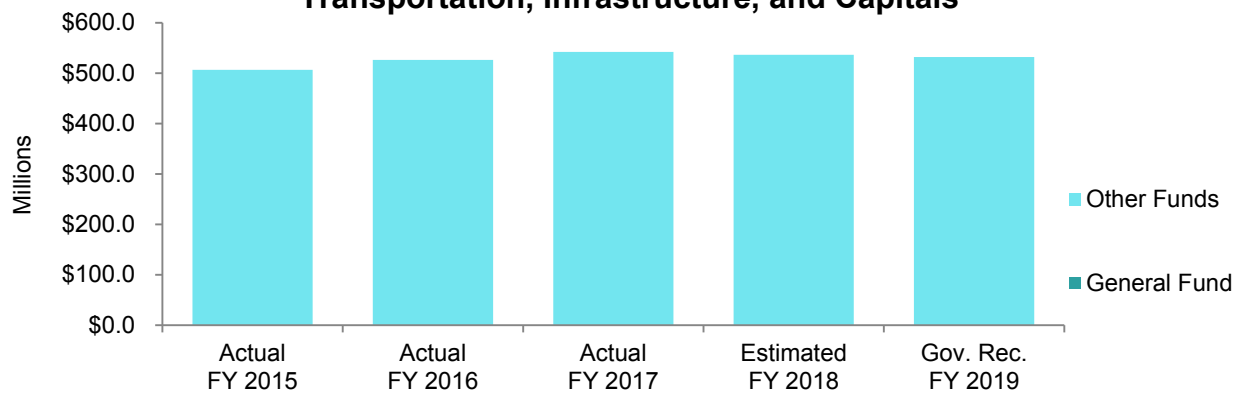
LSA Staff Contact: Alice Fulk Wisner (515.281.6764) alice.wisner@legis.iowa.gov
 Laura Book (515.205.9275) laura.book@legis.iowa.gov

FY 2019 Governor's Recommendations by Funding

Source: \$532,169,237



Five-Year Funding History by Appropriations Subcommittee — Transportation, Infrastructure, and Capitals

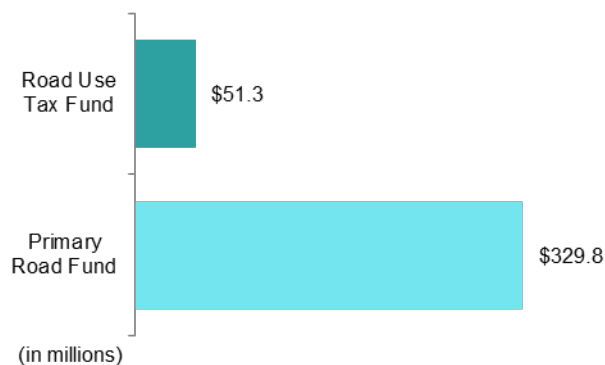


DEPARTMENT OF TRANSPORTATION

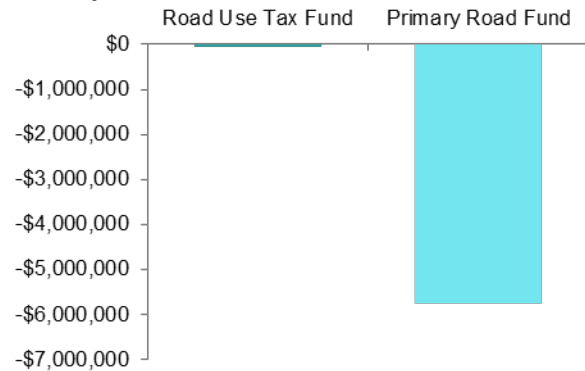
Overview and Funding History

Agency Overview: The mission of the Department of Transportation (DOT) is to serve the public by delivering a modern transportation system that supports the economic and social vitality of Iowa, increases safety, and maximizes customer satisfaction. The DOT consists of six operating divisions: Administrative Services; Planning, Programming, and Modal; Motor Vehicle; Information Technology; Strategic Performance; and Highway. Funding for the DOT comes from the State road funds, the Road Use Tax Fund (RUTF) and the Primary Road Fund (PRF). Five operating budget units receive appropriations to fund the divisions, including: Strategic Performance, Administrative Services, Planning and Programming, Motor Vehicle, and Highway. In addition to the operating budget units, the DOT receives special purpose and capitals appropriations that are separate from the operating division budget units but essential for operation of the Department.

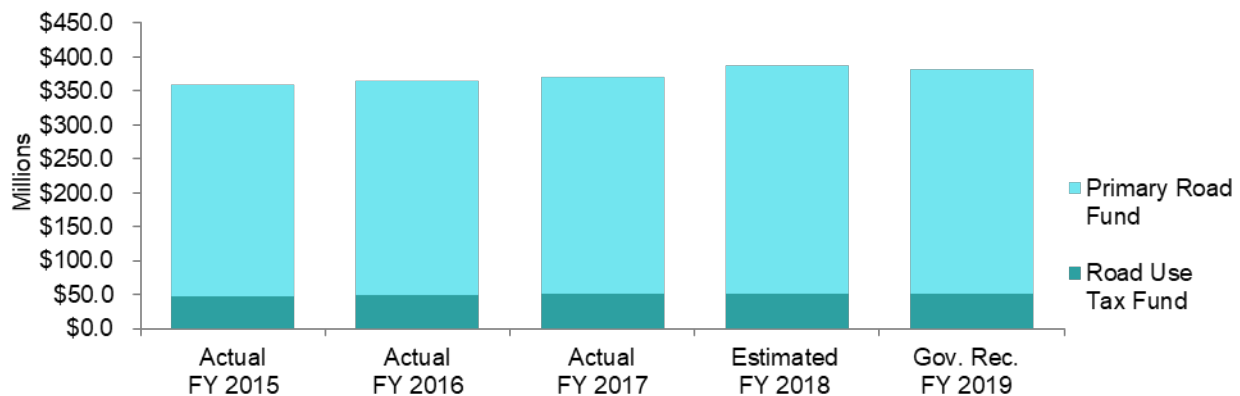
FY 2019 Governor's Recommendations Total: \$381,017,669



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov. Rec. FY 2019 (3)	2019 Gov. Rec. vs Estimated FY 2018 (4)
Transportation, Department of				
Road Use Tax Fund				
RUTF - Driver Licenses	\$ 3,876,000	\$ 3,876,000	\$ 3,876,000	\$ 0
RUTF - Administrative Services	6,679,706	6,785,537	6,677,758	-107,779
RUTF - Planning & Programming	446,789	453,460	447,822	-5,638
RUTF - Motor Vehicle	36,063,965	36,176,924	25,962,748	-10,214,176
RUTF - Strategic Performance	513,720	548,328	671,369	123,041
RUTF - DAS Personnel & Utility Services	259,560	259,560	259,560	0
RUTF - Unemployment Compensation	7,000	7,000	7,000	0
RUTF - Workers' Compensation	157,938	175,480	175,748	268
RUTF - Indirect Cost Recoveries	90,000	90,000	90,000	0
RUTF - Auditor Reimbursement	82,516	84,882	87,318	2,436
RUTF - County Treasurers Support	1,406,000	1,406,000	1,406,000	0
RUTF - Mississippi River Park. Comm.	40,000	40,000	40,000	0
RUTF - TraCS/MACH	300,000	300,000	300,000	0
RUTF - Personal Delivery of Services	225,000	225,000	225,000	0
RUTF - Highway Division	0	0	10,233,174	10,233,174
RUTF - Statewide Communication System	0	0	497,191	497,191
RUTF - Scale/MVD Facilities Maint.	300,000	300,000	300,000	0
RUTF - Dubuque Garage Replacement	0	600,000	0	-600,000
Total Road Use Tax Fund	\$ 50,448,194	\$ 51,328,171	\$ 51,256,688	\$ -71,483
Primary Road Fund				
PRF - Administrative Services	\$ 41,032,482	\$ 41,682,587	\$ 41,020,512	\$ -662,075
PRF - Planning & Programming	8,488,981	8,615,735	8,508,616	-107,119
PRF - Highway	244,749,911	246,491,619	247,828,001	1,336,382
PRF - Motor Vehicle	1,502,665	1,527,161	1,081,781	-445,380
PRF - Strategic Performance	3,155,710	3,364,853	4,124,123	759,270
PRF - DAS Personnel & Utility Services	1,594,440	1,594,440	1,594,440	0
PRF - DOT Unemployment	138,000	138,000	138,000	0
PRF - DOT Workers' Compensation	3,790,504	4,211,524	4,217,954	6,430
PRF - Garage Fuel & Waste Mgmt.	800,000	800,000	800,000	0
PRF - Indirect Cost Recoveries	660,000	660,000	660,000	0
PRF - Auditor Reimbursement	506,884	521,418	536,382	14,964
PRF - Transportation Maps	242,000	0	242,000	242,000
PRF - Inventory & Equip.	5,366,000	10,535,000	10,465,000	-70,000
PRF - Field Facility Deferred Maint.	1,700,000	1,700,000	1,700,000	0
PRF - Rest Area Facility Maintenance	250,000	250,000	250,000	0
PRF - Statewide Communication System	0	0	3,054,172	3,054,172
PRF - Utility Improvements	400,000	400,000	400,000	0
PRF - Garage Roofing Projects	500,000	500,000	500,000	0
PRF - HVAC Improvements	700,000	700,000	700,000	0
PRF - ADA Improvements	150,000	150,000	150,000	0
PRF - Dubuque Garage Replacement	0	10,200,000	0	-10,200,000
PRF - Adair Garage Renovations	0	1,478,000	0	-1,478,000
PRF - Waterloo Garage Renovations	0	0	1,790,000	1,790,000
PRF - Mount Pleasant/Fairfield Facility	4,902,000	0	0	0
Total Primary Road Fund	\$ 320,629,577	\$ 335,520,337	\$ 329,760,981	\$ -5,759,356
Total Transportation, Dept. of	\$ 371,077,771	\$ 386,848,508	\$ 381,017,669	\$ -5,830,839

Governor's Recommendations FY 2019 – Significant Changes

Note: Several appropriations receive two separate line item appropriations: one from the RUTF and one from the PRF. These line items are detailed in the table on the prior page.

Operations	
Administrative Services Division – A decrease intended to reflect a transfer of six FTE positions under the Policy and Legislative Services Office to the Strategic Performance Division.	\$-769,854
Planning and Programming Division – A decrease intended to reflect a transfer of one FTE position to the Strategic Performance Division.	\$-112,757
Motor Vehicle Division – A decrease intended to reflect the transfer of 107.0 FTE positions from the Motor Vehicle Enforcement Office to the Highway Division.	\$-10,659,556
Strategic Performance Division – An increase intended to support the transfer of seven FTE positions from the Administrative Services Division and the Planning and Programming Division to the Strategic Performance Division.	\$882,311
Highway Division – An increase for the following: <ul style="list-style-type: none"> \$10,659,556 to reflect the transfer of 107.0 FTE positions from the Motor Vehicle Enforcement Office to the Highway Division. \$910,000 to support increased equipment depreciation costs as medium and heavy-duty equipment shifts from a 15-year replacement cycle to a 12-year replacement cycle. 	\$11,569,556
Special Purpose	
Inventory & Equipment Replacement – A decrease intended to adjust the appropriation to the Equipment and Materials Revolving Fund.	\$-70,000
Statewide Interoperable Communications System – An increase intended to fund payments for the lease-purchase contract signed with Motorola in 2015. The total cost of the contract is estimated to be \$39,500,000. This is the first year this payment has been recommended to be funded by the RUTF and the PRF. Previous payments have been funded by the Rebuild Iowa Infrastructure Fund (RIIF) and the E911 Fund. The Governor is also recommending an appropriation of \$1,351,666 from the RIIF for a total of \$4,903,029.	\$3,551,363
Transportation Maps – An increase intended for the biennial funding of the printing of 1.4 million paper transportation maps.	\$242,000
Capitals	
Waterloo Maintenance Facility Renovation – An increase intended for the renovation of the Waterloo Maintenance Facility. Upgrades to the existing facility will replace the garage roof, upgrade electrical systems, add a mechanics bay, improve drainage in truck bays, and remodel restrooms for ADA compliance.	\$1,790,000

Discussion Items

Automated Vehicle Proving Grounds – In January 2017, the U.S. Department of Transportation designated the Iowa City/Cedar Rapids corridor and the University of Iowa’s National Advanced Driving Simulator as one of 10 automated vehicle proving grounds. Designated areas are encouraged to share data, best practices for the safe conduct of testing, and operations as the technology is developed. Only one other location, University of Wisconsin – Madison, was chosen in the Midwest out of a total applicant pool of 60.

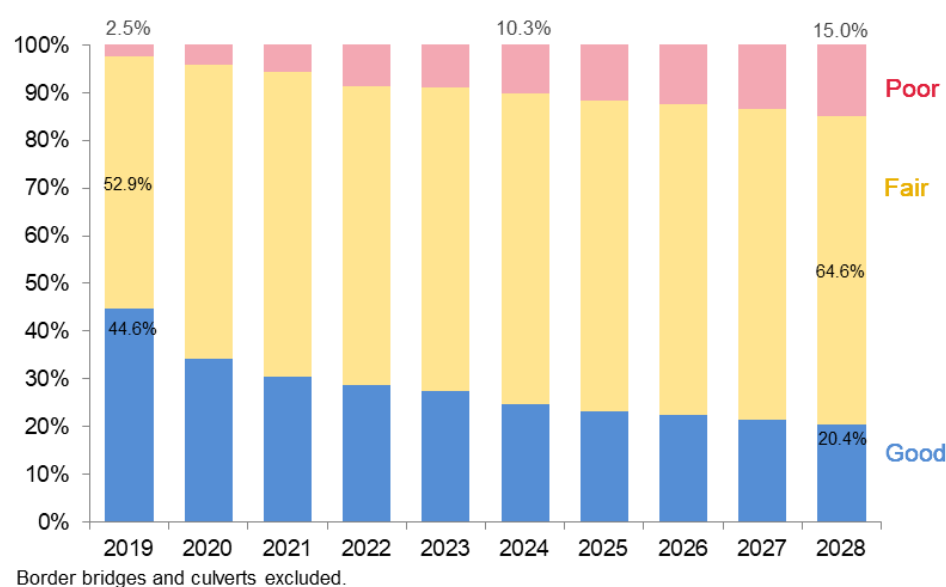
Iowa in Motion 2045 — State Transportation Plan – In May 2017, The DOT completed and adopted its most recent [long-range transportation plan](#). The State is required to develop a plan under federal law [23 C.F.R. 450.216](#). Components of the Plan include:

- Demographic and transportation-related trends in Iowa.
- Multimodal system overviews.
- Investment areas.
- Funding and revenue forecasts.
- Implementation strategies.

The prior State plan was adopted in 2012.

Bridge Conditions Forecast – In December 2017, the DOT’s Office of Bridges and Structures presented at the monthly Transportation Commission meeting on the forecasted condition of bridges, based on deck area, on the primary road system under current funding levels. Between 2008 and 2017, the total bridge deck area rated as poor condition decreased from 8.2% to 0.8%, while the total bridge deck area rated as fair condition increased from 37.0% to 48.9%. Forecast models show that between 2019 and 2028, under current spending levels, the percentage of total bridge deck area on the primary road system rated as poor condition may increase to 15.0%.

Change in Bridge Deck Area Condition Over Time at Current Spending Levels



FAST Act – The Federal Highway Administration is forecasting the following apportionments for Iowa under the [FAST Act](#). Figures are subject to change, as reimbursements can span over multiple years.

Fixing America's Surface Transportation Act (FAST Act)

(dollars in millions)

		Est.	Est.	Est.	Est.
	FFY 2016	FFY 2017	FFY 2018	FFY 2019	FFY 2020
National Highway Performance Program	\$ 292.9	\$ 297.5	\$ 303.6	\$ 311.3	\$ 317.8
Surface Transportation Block Grant Program	145.9	148.3	151.7	155.2	158.6
Highway Safety Improvement Program	23.8	27.2	27.8	28.4	29.0
Railway-Highway Crossings Program	8.3	5.5	5.5	5.7	5.8
Congestion Mitigation and Air Quality Program	11.3	11.4	11.7	11.9	12.2
Metropolitan Planning Program	2.0	2.0	2.0	2.1	2.2
National Highway Freight Program	14.4	13.7	14.9	16.9	18.7
Total Apportionments	\$ 498.5	\$ 505.5	\$ 517.3	\$ 531.5	\$ 544.3

Totals may not add due to rounding.

Source: FHWA tables, FAST Act tables.

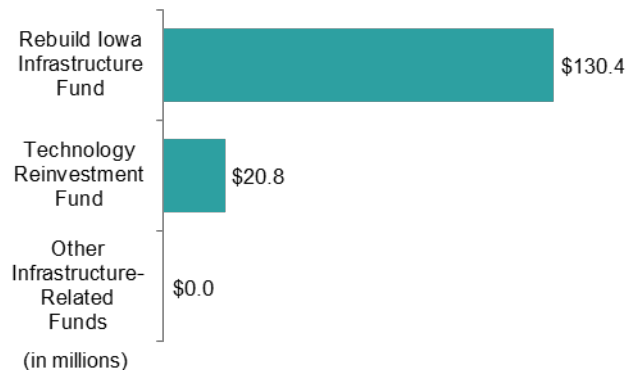
INFRASTRUCTURE

Overview and Funding History

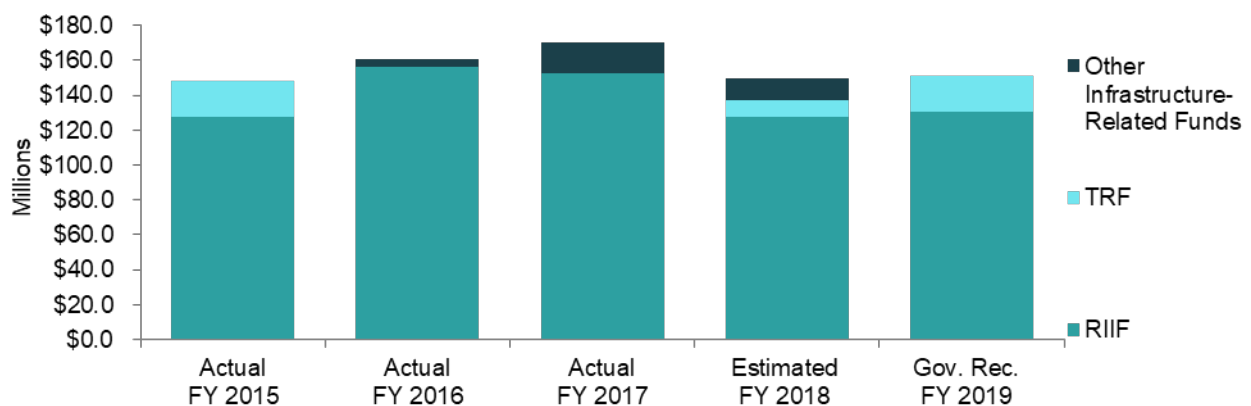
Infrastructure Overview: Primary infrastructure funding sources for FY 2019 include the RIIF and the TRF. The RIIF is primarily funded from wagering taxes paid to the State after specific allocations in accordance with Iowa Code section [8.57](#). Generally, wagering tax revenue comprises 75.0% to 85.0% of the revenue deposited in the RIIF. The TRF receives a standing appropriation from the General Fund of \$17,500,000, but for several years the funding source has been shifted to the RIIF. In FY 2017, the TRF was not funded and appropriations typically funded through the TRF were appropriated directly from the RIIF. In FY 2018, \$10,000,000 was appropriated from the RIIF to the TRF.

FY 2019 Governor's Recommendations

Total: \$151,151,568



Five-Year Funding History



Unless otherwise noted, funds appropriated in the following table are from the RIIF. Funding sources are denoted by an acronym at the end of the appropriation name. Funds also include the Technology Reinvestment Fund (TRF) and the State Bond Repayment Fund (SBRF).

Note: The \$130,352,364 recommended appropriation from the RIIF does not reflect the \$42,000,000 for the Environment First Fund (EFF) and an appropriation of \$20,800,000 to the TRF (to avoid double counting). The RIIF balance sheet will reflect recommended appropriations of \$193,152,364.

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Administrative Services Capitals</u>				
Administrative Services - Capitals				
Major Maintenance - RIIF	\$ 8,729,237	\$ 11,510,000	\$ 3,000,000	\$ -8,510,000
Major Maintenance - RBC	760,000	0	0	0
Capitol Dome Repairs - SBRF	9,990,900	0	0	0
Total Administrative Services Capitals	\$ 19,480,137	\$ 11,510,000	\$ 3,000,000	\$ -8,510,000
<u>Agriculture and Land Stewardship, Dept of</u>				
Agriculture and Land Stewardship				
Water Quality Initiative - RIIF	\$ 5,200,000	\$ 5,200,000	\$ 5,200,000	\$ 0
Ag Drainage Wells - RIIF	1,920,000	1,875,000	1,875,000	0
Renewable Fuels Infra Fund - RIIF	0	3,000,000	3,000,000	0
Total Agriculture and Land Stewardship, Dept of	\$ 7,120,000	\$ 10,075,000	\$ 10,075,000	\$ 0
<u>Blind Capitals, Department for the</u>				
Dept. for the Blind Capitals				
Elevator Improvements - RIIF	\$ 0	\$ 150,000	\$ 0	\$ -150,000
Total Blind Capitals, Department for the	\$ 0	\$ 150,000	\$ 0	\$ -150,000
<u>Chief Information Officer, Office of the</u>				
Chief Information Officer, Office of the				
IT Consolidation - TRF	\$ 0	\$ 1,000,000	\$ 3,300,000	\$ 2,300,000
Broadband - RIIF	0	0	2,600,000	2,600,000
Total Chief Information Officer, Office of the	\$ 0	\$ 1,000,000	\$ 5,900,000	\$ 4,900,000
<u>Corrections Capitals</u>				
Corrections Capital				
CBC 3rd District Major Maint - RIIF	\$ 150,000	\$ 0	\$ 0	\$ 0
Total Corrections Capitals	\$ 150,000	\$ 0	\$ 0	\$ 0
<u>Cultural Affairs, Department of</u>				
Cultural Affairs, Dept. of				
Great Places Infrastructure Grants - RIIF	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 0
USS Iowa Battleship - RIIF	250,000	250,000	0	-250,000
Sullivan Brothers Museum - RIIF	250,000	250,000	0	-250,000
YMCA Strengthen Community Grants - RIIF	500,000	250,000	500,000	250,000
Total Cultural Affairs, Department of	\$ 2,000,000	\$ 1,750,000	\$ 1,500,000	\$ -250,000

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Cultural Affairs Capitals				
Cultural Affairs Capital				
Historical Building Renovation - RIIF	\$ 0	\$ 1,000,000	\$ 6,489,763	\$ 5,489,763
Collections Storage Infrastructure - RIIF	0	0	1,500,000	1,500,000
Total Cultural Affairs Capitals	\$ 0	\$ 1,000,000	\$ 7,989,763	\$ 6,989,763
Economic Development Authority				
Economic Development Authority				
Community Attraction & Tourism Grants - RIIF	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Regional Sports Authorities - RIIF	500,000	500,000	500,000	0
World Food Prize Borlaug/Ruan Scholar - RIIF	300,000	300,000	300,000	0
Lewis & Clark Rural Water System - RIIF	0	2,250,000	4,750,000	2,500,000
Camp Sunnyside Swimming Pool - RIIF	0	500,000	0	-500,000
Western Iowa Utility Relocation - RIIF	0	1,500,000	0	-1,500,000
Total Economic Development Authority	\$ 5,800,000	\$ 10,050,000	\$ 10,550,000	\$ 500,000
Education, Department of				
Education, Dept. of				
Statewide Education Data Warehouse - RIIF	\$ 363,839	\$ 0	\$ 0	\$ 0
ICN Part III Leases & Maint - RIIF	2,727,000	0	0	0
Statewide Ed Data Warehouse - TRF	236,161	600,000	600,000	0
ICN Part III Leases & Maintenance - TRF	0	2,727,000	2,727,000	0
Education, Dept. of	\$ 3,327,000	\$ 3,327,000	\$ 3,327,000	\$ 0
Iowa Public Television				
IPTV Equipment Replacement - TRF	\$ 0	\$ 260,000	\$ 500,000	\$ 240,000
IPTV Equipment Replacement - RIIF	1,017,000	0	0	0
Iowa Public Television	\$ 1,017,000	\$ 260,000	\$ 500,000	\$ 240,000
Total Education, Department of	\$ 4,344,000	\$ 3,587,000	\$ 3,827,000	\$ 240,000
Iowa Finance Authority				
Iowa Finance Authority				
State Housing Trust Fund - RIIF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
Total Iowa Finance Authority	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
Homeland Security and Emergency Mgmt				
Homeland Security & Emergency Mgmt				
EMS Data System - RIIF	\$ 400,000	\$ 0	\$ 0	\$ 0
Mass Notification & Emer Messaging - TRF	0	400,000	400,000	0
Total Homeland Security and Emergency Mgmt	\$ 400,000	\$ 400,000	\$ 400,000	\$ 0
Human Rights, Department of				
Human Rights, Dept. of				
Criminal Justice Info System (CJIS) - TRF	\$ 0	\$ 1,000,000	\$ 1,200,000	\$ 200,000
Justice Data Warehouse - TRF	0	157,980	157,980	0
Justice Data Systems - RIIF	1,345,000	0	0	0
Justice Data Warehouse - RIIF	117,980	0	0	0
Total Human Rights, Department of	\$ 1,462,980	\$ 1,157,980	\$ 1,357,980	\$ 200,000

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Human Services, Department of				
Assistance				
Nursing Facility Construction/Impr - RIIF	\$ 500,000	\$ 500,000	\$ 0	\$ -500,000
Homestead Autism Facilities - RIIF	485,000	0	0	0
ChildServe - RIIF	0	0	1,250,000	1,250,000
Total Human Services, Department of	\$ 985,000	\$ 500,000	\$ 1,250,000	\$ 750,000
Human Services Capitals				
Human Services - Capital				
Medicaid Technology - TRF	\$ 0	\$ 1,000,000	\$ 636,000	\$ -364,000
Total Human Services Capitals	\$ 0	\$ 1,000,000	\$ 636,000	\$ -364,000
Telecommunications and Tech Commission				
Iowa Communications Network				
ICN Equipment Replacement - RIIF	\$ 1,150,000	\$ 0	\$ 0	\$ 0
Total Telecommunications and Tech Commission	\$ 1,150,000	\$ 0	\$ 0	\$ 0
Inspections and Appeals, Department of				
Public Defender				
Online Claims Development - TRF	\$ 0	\$ 66,463	\$ 88,800	\$ 22,337
Total Inspections and Appeals, Department of	\$ 0	\$ 66,463	\$ 88,800	\$ 22,337
Judicial Branch Capitals				
Judicial Branch Capital				
Polk County Justice Center - RIIF	\$ 0	\$ 0	\$ 1,464,705	\$ 1,464,705
Polk County Justice Ctr. Furn. & Equip. - SBRF	6,718,433	0	0	0
Technology Project - TRF	0	0	7,085,424	7,085,424
Total Judicial Branch Capitals	\$ 6,718,433	\$ 0	\$ 8,550,129	\$ 8,550,129
Law Enforcement Academy				
Iowa Law Enforcement Academy				
ILEA Facility Remodel - RIIF	\$ 0	\$ 0	\$ 1,449,938	\$ 1,449,938
Total Law Enforcement Academy	\$ 0	\$ 0	\$ 1,449,938	\$ 1,449,938
Management, Department of				
Management, Dept. of				
Searchable Online Databases - TRF	\$ 0	\$ 45,000	\$ 45,000	\$ 0
Transparency Project - RIIF	45,000	0	0	0
Iowa Grants Mgmt Implementation - TRF	0	50,000	70,000	20,000
Grants Enterprise Management Sys - RIIF	50,000	0	0	0
Local Gov't Budget & Property Tax System - TRF	0	600,000	600,000	0
Total Management, Department of	\$ 95,000	\$ 695,000	\$ 715,000	\$ 20,000
Natural Resources, Department of				
Natural Resources				
Water Trails Low Head Dam Prog - RIIF	\$ 1,000,000	\$ 0	\$ 1,000,000	\$ 1,000,000
Air Quality Application System - TRF	0	0	954,000	954,000
Total Natural Resources, Department of	\$ 1,000,000	\$ 0	\$ 1,954,000	\$ 1,954,000

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Natural Resources Capitals</u>				
Natural Resources Capital				
Lake Restoration & Water Quality - RIIF	\$ 9,600,000	\$ 9,600,000	\$ 9,600,000	\$ 0
State Park Infrastructure - RIIF	3,000,000	2,000,000	2,000,000	0
Total Natural Resources Capitals	\$ 12,600,000	\$ 11,600,000	\$ 11,600,000	\$ 0
<u>Parole, Board of</u>				
Parole Board				
Technology Projects - TRF	\$ 0	\$ 0	\$ 50,000	\$ 50,000
Total Parole, Board of	\$ 0	\$ 0	\$ 50,000	\$ 50,000
<u>Public Defense, Department of</u>				
Public Defense, Dept. of				
Gold Star Museum - RIIF	\$ 250,000	\$ 0	\$ 0	\$ 0
Total Public Defense, Department of	\$ 250,000	\$ 0	\$ 0	\$ 0
<u>Public Defense Capitals</u>				
Public Defense Capital				
Facility/Armory Maintenance - RIIF	\$ 2,000,000	\$ 1,000,000	\$ 1,000,000	\$ 0
Modernization of Readiness Ctrs - RIIF	1,500,000	1,000,000	1,000,000	0
Camp Dodge Infrastructure Upgrades - RIIF	300,000	250,000	250,000	0
Total Public Defense Capitals	\$ 3,800,000	\$ 2,250,000	\$ 2,250,000	\$ 0
<u>Public Health, Department of</u>				
Public Health, Dept. of				
MCH Data Integration - RIIF	\$ 500,000	\$ 0	\$ 0	\$ 0
State Medical Examiner Office - TRF	0	1,037,000	0	-1,037,000
Medical Cannabidiol Registry - TRF	0	0	350,000	350,000
Iowa Prescrip Drug Safety Net - RIIF	75,000	0	0	0
Total Public Health, Department of	\$ 575,000	\$ 1,037,000	\$ 350,000	\$ -687,000
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
DPS Lab-DNA Marker Software - RIIF	\$ 150,000	\$ 0	\$ 0	\$ 0
State Interop. Comm. System - RIIF	0	4,143,687	1,351,666	-2,792,021
DPS Tasers - RIIF	0	0	740,000	740,000
Total Public Safety, Department of	\$ 150,000	\$ 4,143,687	\$ 2,091,666	\$ -2,052,021
<u>Public Safety Capitals</u>				
Public Safety Capital				
DPS Technology Projects - TRF	\$ 0	\$ 0	\$ 125,000	\$ 125,000
Radio Communication Upgrades - TRF	0	1,116,377	860,000	-256,377
Total Public Safety Capitals	\$ 0	\$ 1,116,377	\$ 985,000	\$ -131,377
<u>Regents, Board of</u>				
Regents, Board of				
Regents Tuition Replacement - RIIF	\$ 32,447,187	\$ 16,072,923	\$ 31,471,292	\$ 15,398,369
Tuition Replacement - SBRF	0	12,200,000	0	-12,200,000
Total Regents, Board of	\$ 32,447,187	\$ 28,272,923	\$ 31,471,292	\$ 3,198,369

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Regents Capitals</u>				
Regents Capital				
ISU - Biosciences Building - RIIF	\$ 15,500,000	\$ 19,500,000	\$ 4,000,000	\$ -15,500,000
UI - Pharmacy Building Renovation - RIIF	23,000,000	22,800,000	5,500,000	-17,300,000
UNI - Schindler Ed Center Renovation - RIIF	15,900,000	0	0	0
ISU - Student Innovation Center - RIIF	1,000,000	6,000,000	10,000,000	4,000,000
Fire Safety/Deferred Maintenance - RIIF	0	0	3,000,000	3,000,000
Total Regents Capitals	\$ 55,400,000	\$ 48,300,000	\$ 22,500,000	\$ -25,800,000
<u>Secretary of State, Office of the</u>				
Secretary of State				
Voter Registration System Update - TRF	\$ 0	\$ 0	\$ 1,050,000	\$ 1,050,000
Voter Reg Licenses Maint & Storage - RIIF	300,000	0	0	0
Total Secretary of State, Office of the	\$ 300,000	\$ 0	\$ 1,050,000	\$ 1,050,000
<u>State Fair Authority Capitals</u>				
State Fair Authority Capital				
NW Events Area - RIIF	\$ 500,000	\$ 1,000,000	\$ 8,500,000	\$ 7,500,000
Total State Fair Authority Capitals	\$ 500,000	\$ 1,000,000	\$ 8,500,000	\$ 7,500,000
<u>Transportation, Department of</u>				
Transportation, Dept. of				
Recreational Trails Grants - RIIF	\$ 2,500,000	\$ 1,000,000	\$ 2,500,000	\$ 1,500,000
Public Transit Infra Grants - RIIF	1,500,000	1,500,000	1,500,000	0
Railroad Revolving Loan & Grant - RIIF	1,500,000	1,000,000	1,000,000	0
Commercial Aviation Infra Grants - RIIF	1,440,000	900,000	1,500,000	600,000
General Aviation Infra Grants - RIIF	0	500,000	500,000	0
Total Transportation, Department of	\$ 6,940,000	\$ 4,900,000	\$ 7,000,000	\$ 2,100,000
<u>Treasurer of State, Office of</u>				
Treasurer of State				
County Fair Improvements - RIIF	\$ 1,060,000	\$ 1,060,000	\$ 1,060,000	\$ 0
Total Treasurer of State, Office of	\$ 1,060,000	\$ 1,060,000	\$ 1,060,000	\$ 0
<u>Veterans Affairs Capitals</u>				
Veterans Affairs Capital				
Loftus Hall ADA Improvements - RIIF	\$ 500,000	\$ 0	\$ 0	\$ 0
Sheeler & Loftus Renovation - RIIF	2,000,000	0	0	0
Total Veterans Affairs Capitals	\$ 2,500,000	\$ 0	\$ 0	\$ 0

Rebuild Iowa Infrastructure Fund

Current Law RIIF Appropriations:

Under current law, \$77,750,000 in previously enacted and standing appropriations is funded from the RIIF for FY 2019. The current law appropriations include the standing appropriations of \$42,000,000 from the RIIF to the EFF and \$3,000,000 to the Housing Trust Fund. In addition, several multiyear projects are receiving funding in FY 2019. These projects include building projects at two State Universities, the Lewis and Clark Water System Project, and a building project at the Iowa State Fair. Currently enacted projects are discussed in greater detail in the **Discussion Items** section.

The Governor is also recommending that the TRF receive an appropriation of \$20,800,000 from the RIIF for FY 2019. Individual appropriations from the TRF are reviewed immediately following this section.

Governor's Recommendations from the Rebuild Iowa Infrastructure Fund (RIIF)

Department of Administrative Services

- **Major Maintenance:** *The Governor is recommending \$3,000,000 in FY 2019.* Major maintenance funds are used to correct deficiencies in State buildings and make a wide range of repairs. Examples of major maintenance projects include roof replacement; upgrades or replacement of boilers, heating, ventilation, and air conditioning (HVAC) systems, water systems, or electrical systems; tuck-pointing and exterior repairs; parking lot repairs; and projects necessary to comply with the Americans with Disabilities Act (ADA).

Department of Agriculture and Land Stewardship (DALS) Projects

- **Renewable Fuel Infrastructure:** *The Governor is recommending funding of \$3,000,000 in FY 2019.* The Renewable Fuel Infrastructure Program provides financial assistance to owners or operators of a retail motor fuel site or a biodiesel terminal that wish to convert their equipment to dispense and/or store renewable fuels.
- **Agricultural Drainage Well Program:** *The Governor is recommending \$1,875,000 in FY 2019.* The Program provides cost-share funding to landowners to close agricultural drainage wells. By closing the wells and developing alternative drainage, drinking water aquifers are protected. Funding levels have varied over the years. The Department was appropriated \$1,875,000 for FY 2018 from the RIIF to close five wells. There are 16 wells that remain open, and the Department estimates these can be closed prior to FY 2021. The wells are located in Floyd, Grundy, Butler, and Humboldt counties.
- **Water Quality Initiative:** *The Governor is recommending \$5,200,000 in FY 2019. The Governor is also recommending \$3,000,000 in FY 2019 from the General Fund through the Agriculture and Natural Resources Appropriations Subcommittee.* Funding is allocated for statewide practices available to all operations and for demonstration projects.

Office of the Chief Information Officer

- **Broadband Grants:** *The Governor is recommending \$2,600,000 in FY 2019 for grants for broadband expansion.*

Department of Cultural Affairs (DCA) Projects

- **Historical Building:** *The Governor is recommending \$6,489,763 in FY 2019, \$15,847,950 in FY 2020, and \$18,238,736 in FY 2021.* The total cost is \$40,576,449. This project will replace the roof and skylight, renovate collection and storage areas, replace the HVAC, create a vapor barrier, and repair other museum components.
- **Collection Storage:** *The Governor is recommending \$1,500,000 in FY 2019 to replace collection storage equipment.*

- **Great Places Infrastructure Grants:** *The Governor is recommending \$1,000,000 in FY 2019 to continue funding for the Iowa Great Places Initiative.* The initiative is used to enhance the cultural development of Iowa communities by providing grants to the 28 designated Great Places communities for community cultural infrastructure projects. The Iowa Great Places Program Fund was created during the 2006 Legislative Session and was first funded in FY 2007.
- **Strengthening Communities Grants:** *The Governor is recommending \$500,000 in FY 2019.* These grants fund building improvements in YMCAs located within communities with a population of less than 28,000.

Economic Development Authority (IEDA)

- **Community Attraction and Tourism (CAT) Grants:** *The Governor is recommending \$5,000,000 in FY 2019 from the RIIF.* The CAT Grants assist communities in the development and creation of multipurpose attraction and tourism facilities. Eligible CAT projects must be permanent recreational, cultural, educational, or entertainment attractions, be available to the general public, and promote tourism in local communities. Eligible applicants include cities, counties, public organizations, or school districts in cooperation with the city or county.
- **World Food Prize:** *The Governor is recommending \$300,000 in FY 2019 for continued funding for the World Food Prize.* The funds are used for administration and support of the World Food Prize and for the Borlaug/Ruan Scholar Program. The World Food Prize receives a standing appropriation from the General Fund of \$1,000,000 for administration and support. However, the Governor is recommending \$400,000 from the General Fund for FY 2019 in lieu of the full standing appropriation. The Borlaug/Ruan Scholar Program is an international Program that provides high school students the experience of working with scientists and policymakers at research centers in Africa, Asia, Latin America, and the Middle East.
- **Regional Sports Authorities:** *The Governor is recommending \$500,000 in FY 2019 for continued funding of Regional Sports Authorities.* The Regional Sports Authority District Program authorizes the IEDA to certify up to 10 districts for the promotion of youth sports, high school athletics, the Special Olympics, or other nonprofessional sporting events. Each district receives an equal share of the appropriation. Funding is awarded to the Convention and Visitors Bureau (CVB) in each area. The funds are used for marketing and other promotional efforts to attract youth sports, high school athletics, or other sporting events to the communities. In addition, the funds are used for venue rental, facility conversion, timing systems, field preparation, and other expenses related to hosting the various sporting events.
- **Lewis and Clark Regional Water System:** *The Governor is recommending \$4,750,000 in FY 2019.* Funding for this project is currently enacted for FY 2019 and will require no legislative action. This project will connect communities to the Lewis and Clark Regional Water System in Iowa.

Iowa Finance Authority

- **State Housing Trust Fund:** *The Governor is recommending \$3,000,000.* This is a standing appropriation that will occur unless the General Assembly takes action to make changes in FY 2019. The Trust Fund supports low-income housing through the Local Housing Trust Fund Program and the Project-Based Housing Program.

Iowa Law Enforcement Academy (ILEA)

- **ILEA Remodel:** *The Governor is recommending \$1,449,938 in FY 2019 and \$10,826,911 in FY 2020 to remodel the existing ILEA building. The total proposed project cost is \$12,276,849.*

Department of Human Services (DHS)

- **ChildServe Project:** *The Governor is recommending \$1,250,000 in FY 2019 and \$1,250,000 in FY 2020 for a building project to expand proposed services for young adults with medical complexities who are aging out of the facility's pediatric system.*

Judicial Branch

- **Polk County Justice Center:** *The Governor is recommending \$1,464,705 to purchase furniture and equipment for the Polk County Justice Center. The Judicial Branch also received \$6,718,433 from the SBRF in FY 2017 for the same purpose.*

Department of Natural Resources

- **Lake Restoration:** *The Governor is recommending \$9,600,000 in FY 2019 for lake restoration, dredging, and water quality projects. The funds are used for projects identified in the Lake Restoration Annual Report and Plan, focusing on the first 35 projects that make up the priority list of 127 lake candidates. The Department of Natural Resources is required to implement the projects in accordance with the Lake Restoration Annual Report and Plan and Iowa Code section [456A.33B](#). The Report and Plan is submitted annually by January 1 to the Transportation, Infrastructure, and Capitals Appropriations Subcommittee.*
- **State Park Infrastructure:** *The Governor is recommending \$2,000,000 in FY 2019. State park infrastructure improvements include replacing sewer lines, upgrading public drinking water systems, replacing shower buildings, constructing restrooms, replacing trail bridges, extending trail areas, and providing open-air interpretive shelters and exhibits.*
- **Water Trails and Low Head Dams:** *The Governor is recommending \$1,000,000 in FY 2019. The funds are used to support grant awards to local entities for water trail enhancements and dam mitigation grants to dam owners, including State and local government entities and private owners, to improve low head dam safety.*

Department of Public Defense

- **Facility/Armory Maintenance:** *The Governor is recommending \$1,000,000 in FY 2019 for major maintenance projects at National Guard facilities throughout the State. The funds support major maintenance to the National Guard readiness centers. Projects include roof repairs; upgrades to HVAC, electrical, and plumbing systems; additional classroom and office space; and other major maintenance and improvement projects at all 41 armories and other buildings maintained by the Iowa National Guard.*
- **Statewide Readiness Centers:** *The Governor is recommending \$1,000,000 in FY 2019 for modernization and improvement projects at National Guard readiness centers around the State. State funds will be matched one-to-one with federal funds.*
- **Camp Dodge Infrastructure Upgrades:** *The Governor is recommending \$250,000 in FY 2019 for construction upgrades at the Camp Dodge military installation. Camp Dodge includes 4,500 acres, 325 buildings, and 1,200 full-time employees. The post is home to the Joint Headquarters, the State Emergency Operations Center, National Maintenance and Battle Command Training Centers, the Iowa Gold Star Museum, the Iowa Law Enforcement Academy, and other entities.*

Department of Public Safety (DPS)

- **Statewide Interoperability Network:** *The Governor is recommending \$1,351,666 in FY 2019 to fund the lease costs associated with the Statewide Land Mobile Radio Communications System.* The Governor has recommended additional funding of \$3,551,363 from the RUTF and PRF. Total requested funding for the lease payment in FY 2019 is \$4,903,029. This communication system supports first responders during daily duties, planned events, and when responding to emergencies.
- **Tasers:** *The Governor is recommending \$740,000 for FY 2019.* This appropriation will provide tasers for Iowa State Troopers and crime scene equipment for the DPS.

Board of Regents

- **Tuition Replacement:** *For FY 2019, the Governor is recommending \$31,471,292.* The funding is used to pay debt service on academic revenue bonds. The appropriation replaces student tuition and fees required to pay the debt service on academic revenue bonds authorized by the General Assembly in prior fiscal years. The academic revenue bonds issued by the Board of Regents are secured by student tuition and fees and are considered independent and not part of State obligations.
- **ISU Veterinarian Diagnostic Lab:** *The Governor is recommending \$20,000,000 each year from FY 2020 to FY 2024.* The total cost is \$100,000,000 to the State. An additional \$24,000,000 is proposed to be raised by other means.
- **Building Projects:** *The Regents were previously appropriated \$19,500,000 in FY 2019 for various projects at the two universities.* These appropriations are discussed in more detail in the **Discussion Topics** section below under Enacted Appropriations.
- **Major Maintenance:** *The Governor is recommending \$3,000,000 for maintenance projects on Board of Regents facilities in FY 2019.*

Department of Transportation (DOT) Projects

- **Recreational Trails:** *The Governor is recommending \$2,500,000 in FY 2019 for the State Recreational Trails Program.* Funds for the Program are used for grants for statewide recreational trails. The Iowa trail system consists of approximately 1,800 miles, including multiuse trails and off-road paths.
- **Public Transit Infrastructure Grants:** *The Governor is recommending \$1,500,000 in FY 2019 for public transit infrastructure grants through the Public Transit Infrastructure Grant Fund.* Grants are provided for infrastructure-related projects at the 35 public transit agencies throughout the State.
- **Commercial Service Airports:** *The Governor is recommending \$1,500,000 in FY 2019 for vertical infrastructure improvements at commercial service airports.* There are eight commercial service airports in the State. They are located in Burlington, Cedar Rapids, Des Moines, Dubuque, Fort Dodge, Mason City, Sioux City, and Waterloo.
- **General Aviation Airports:** *The Governor is recommending \$500,000 in FY 2019 for vertical infrastructure improvements at general aviation airports.* General aviation vertical infrastructure projects receive State matching grants of up to 85.0% of the total project costs, and require a minimum level of \$5,000 in local match to be considered. Eligible airports apply to the DOT Office of Aviation and projects are considered for funding by the Transportation Commission. These grants are available only to general aviation airports.
- **Railroad Revolving Loan and Grant:** *The Governor is recommending \$1,000,000 in FY 2019 for the Railroad Revolving Loan and Grant Program.* The funds are used to provide grants and loans for construction and improvements to railroad facilities, such as railroad main lines, branch lines, switching yards, sidings, rail connections, intermodal yards, and highway grade separations.

Treasurer

- **County Fairs Infrastructure:** *The Governor is recommending \$1,060,000 in FY 2019 for distribution to county fair societies that belong to the Association of Iowa Fairs. Funds are used for vertical infrastructure improvements at the 105 county fairs in the Association. Each county fair will receive approximately \$10,100.*

State Fair Projects

- **Northwest Events Center:** *The Governor is recommending \$8,500,000 in FY 2019 for the Northwest Events Center. This appropriation is currently enacted and will not require legislative action to implement.*

Governor's Recommendations from the Technology Reinvestment Fund

By statute, \$17,500,000 is appropriated from the General Fund to the TRF (Iowa Code section [8.57\(3\)](#)). However, the General Assembly typically elects to make the statutory appropriation not applicable and funds the TRF from other sources. In FY 2018, \$10,059,820 was appropriated from the RIIF to fund the TRF. The Governor is recommending an appropriation of \$20,800,000 from the RIIF to the TRF in FY 2019.

Governor's Recommendations from the Technology Reinvestment Fund (TRF)**Office of the Chief Information Officer**

- **Information Technology Consolidation Projects:** *The Governor is recommending an increase of \$3,300,000 from the TRF for FY 2019 for several technology projects. In FY 2019, this appropriation will support the transfer of archived email data to Google and improved email encryption.*

Department of Education

- **Iowa Communications Network (ICN) Part III Maintenance and Leases:** *The Governor is recommending \$2,727,000 in FY 2019 to pay the costs of maintenance and leases associated with Part III fiber connections for the ICN. The fiberoptic cables for Part III sites are leased from the private sector vendors that installed the cable. The ICN administers leased digital data circuits to approximately 442 K-12 facilities and districts, libraries, and Area Education Agencies (AEAs).*
- **Statewide Education Data Warehouse:** *The Governor is recommending \$600,000 in FY 2019 for continued development and implementation of a statewide education data warehouse. The funds will support the statewide education data warehouse that is used in conjunction with systemwide improvements for education resources and accessibility of the resources.*
- **IPTV Equipment Replacement:** *The Governor is recommending \$500,000 in FY 2019 for Iowa Public Television (IPTV) for equipment replacement and tower and facility maintenance.*

Department of Homeland Security and Emergency Management

- **EMS Mass Messaging System:** *The Governor is recommending \$400,000 in FY 2019. The funds will be used to purchase and operate the System. The System can be used by State and local authorities to quickly disseminate emergency information to residents in counties. The System is available, free of charge, to all counties.*

Department of Human Rights

- **Criminal Justice Information System (CJIS):** *The Governor is recommending \$1,200,000 in FY 2019 for continued development and implementation of the Criminal Justice Information System (CJIS). The CJIS enables and facilitates the automated exchange of criminal justice information among local, State, and federal criminal justice agencies.*

- **Justice Data Warehouse:** *The Governor is recommending \$157,980 in FY 2019 for maintenance and hosting costs of the Justice Data Warehouse Teredata platform shared by the Division of Criminal and Juvenile Justice Planning (CJJP) and the Department of Revenue.*

Department of Human Services

- **Medicaid Technology:** *The Governor is recommending \$636,000 for FY 2019 and an additional \$9,163,355 between FY 2020 and FY 2025. Including \$284,502 spent in FY 2018, the total cost of the project to the State is \$10,083,857.*

Department of Inspections and Appeals

- **State Public Defender Online Attorney Billings:** *The Governor is recommending \$88,800 in FY 2019. This appropriation will allow the use of online billing by the State Public Defender.*

Judicial Branch

- **Technology Projects:** *The Governor is recommending \$7,085,424 in FY 2019 for technology projects that include cyber security management, electronic document system improvements, and software improvements. Additional projects include a specialty courts study and digital audio recording equipment.*

Department of Management

- **Searchable Online Database (Transparency Project):** *The Governor is recommending \$45,000 in FY 2019 for continued funding of the development of the searchable online database.*
- **Local Government Budget and Property Tax Upgrade:** *The Governor is recommending \$600,000 in FY 2019. This funding will upgrade and redesign the budget and property tax system used annually by local governments to submit information to the Department of Management.*
- **Electronic Grants Management System:** *The Governor is recommending \$70,000 in FY 2019 for continued funding of the Electronic Grant Management System (GEM\$). IowaGrants.gov provides a single portal for potential applicants to search for open solicitations for ongoing grant programs offered by State agencies.*

Department of Natural Resources (DNR)

- **Online Air Quality Application System:** *The Governor is recommending \$954,000 in FY 2019 for an online permitting system for the Air Quality Bureau. The DNR issues Clean Air Act permits annually for operators and new construction.*

Board of Parole

- **Records Digitization:** *The Governor has recommended \$50,000 in FY 2019 for the Board of Parole to begin digitizing records.*

Department of Public Health

- **Medical Cannabidiol Registry:** *The Governor is recommending \$350,000 in FY 2019. This appropriation is intended to fund software that will track cannabidiol production in Iowa.*

Department of Public Safety

- **Crime Scene Processing Equipment:** *The Governor is recommending \$125,000 in FY 2019 for a 3D laser imaging scanner and software that can be used to develop a picture of a crime scene.*

- **Radio Upgrades:** *The Governor has recommended \$860,000 in FY 2019 for the purchase of radios for nonuniformed officers. An FY 2018 appropriation allowed the Department to upgrade radios but not repeaters and handheld radios.*

Secretary of State

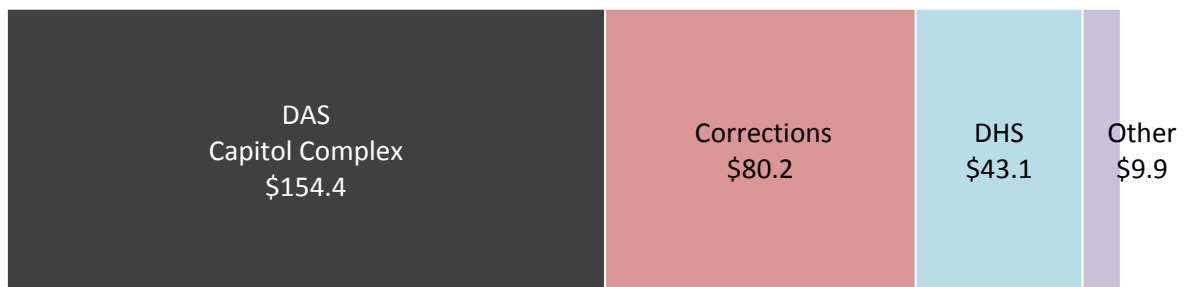
- **Voter Registration System:** *The Governor is recommending \$1,050,000 in FY 2019 and an additional \$4,900,000 from FY 2020 to FY 2022 to being upgrading the IVOTERS system that contains Iowa voter data. The total cost of the project is \$5,950,000.*

Discussion Items

Summer 2017 Major Maintenance List

The Department of Administrative Services (DAS) defines major maintenance as “expenditures made beyond the regular, normal upkeep of physical properties for the repair or replacement of failed or failing building components” Between FY 2014 and estimated FY 2018, the Department has received appropriations exceeding \$67,000,000 from the General Assembly to fund major maintenance activities. The DAS receives requests for major maintenance from other Departments. Major maintenance requests totaled \$287,400,000 in the summer of 2017. The chart below displays major maintenance requests by the departments and the Capitol Complex, which is managed by the DAS.

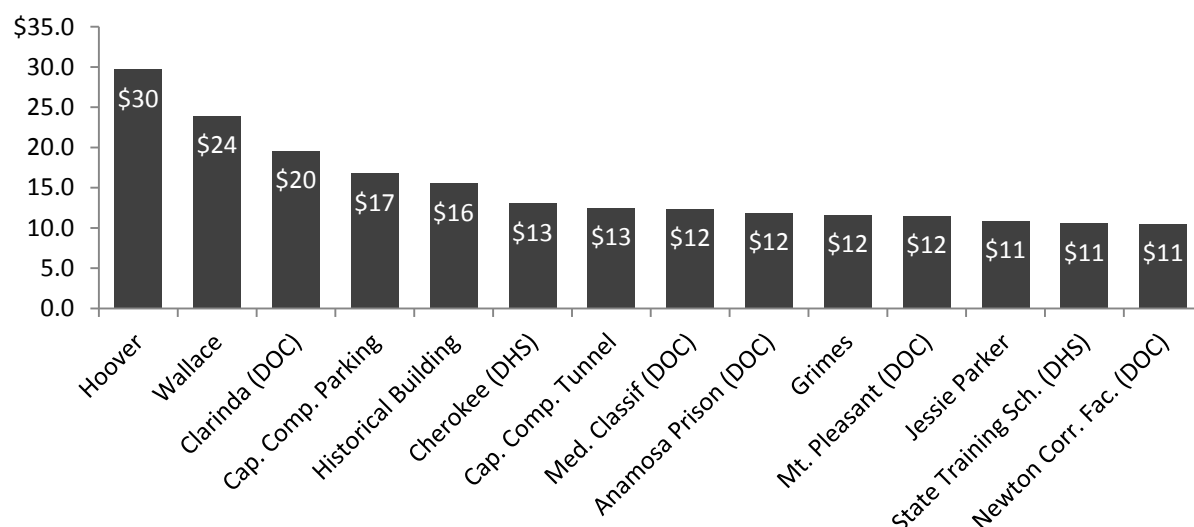
Major Maintenance Requests by Department (In Millions)



\$287.4 million in major maintenance requests

A number of agencies request major maintenance funding from the DAS. However, the majority of requests are on the Capitol Complex, for Department of Corrections facilities, and for DHS facilities. The chart below displays total requests for the top 14 facilities. The chart also includes requests for parking lot repairs and service and pedestrian tunnel repairs on the Capitol Complex. Another important note is that a single project can drastically change the total need of a single facility. For instance, in the case of the Wallace and Hoover buildings, repairs to the HVAC system are estimated at \$22,500,000 and \$19,500,000 respectively.

Major Maintenance Requests by Facility (In Millions)



Five-Year RIIF Projection

The table below shows estimated RIIF receipts, appropriations, and available funds for the next five years beginning in FY 2019. The table includes FY 2017 actual appropriations and estimated appropriations for FY 2018. Current year appropriations may be amended by the General Assembly.

Rebuild Iowa Infrastructure Fund (Dollars in Millions)

	Actual FY 2017	Estimated FY 2018	Estimated FY 2019	Estimated FY 2020	Estimated FY 2021	Estimated FY 2022	Estimated FY 2023
Resources							
Balance Forward	\$ 7.8	\$ 3.2	\$ 7.9	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0
Revenue							
Casino Wagering Taxes	165.0	163.7	165.6	168.7	186.8	189.9	193.0
Interest	6.5	6.3	6.3	6.3	6.3	6.3	6.3
Tobacco Payments	16.7	14.1	14.0	11.5	11.5	11.5	11.5
Total Resources	\$ 196.01	\$ 187.25	\$ 193.71	\$ 186.43	\$ 204.50	\$ 207.60	\$ 210.72
Dispositions							
Enacted Appropriations	\$ 194.5	\$ 179.4	\$ 77.8	\$ 55.0	\$ 55.0	\$ 48.0	\$ 45.0
Available for Appropriation	0.0	0.0	116.0	131.4	149.5	159.6	165.7
Reversions	(1.7)	0.0	0.0	0.0	0.0	0.0	0.0
Ending Balance	\$ 3.2	\$ 7.9	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0

Statutory appropriations account for \$45,000,000 of the enacted appropriations in each fiscal year reviewed. This includes \$3,000,000 for the State Housing Trust Fund and \$42,000,000 for the EFF. Additionally, the General Assembly enacted appropriations for four years of the five years reviewed. Fiscal year 2019 is the final year for appropriations to two Board of Regents building projects, the Lewis and Clark Regional Water System project, and the State Fair Board. A summary of each of these projects is below.

Estimated funds available for appropriation in FY 2019 are \$116,000,000. Available funding will increase by \$15,500,000 in FY 2020 because there are fewer enacted appropriations. Available funding in FY 2021 will increase by \$18,100,000, an increase that can be attributed to increased Gaming Revenue and the end of Vision Iowa payments. The Vision Iowa Bond payments are \$15,000,000 each year.

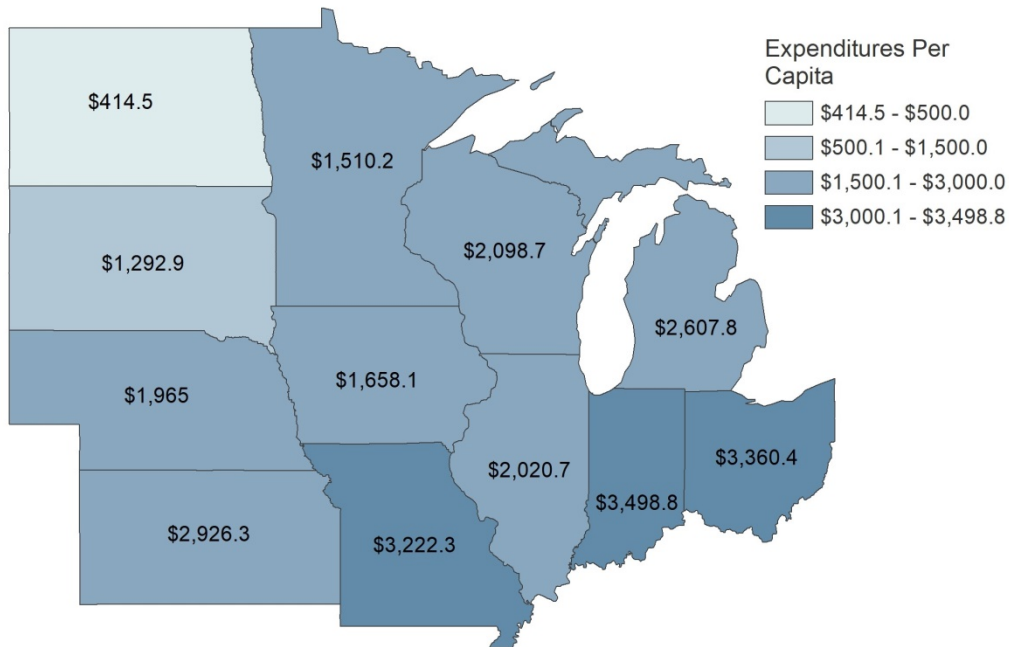
Enacted Appropriations FY 2016 – FY 2021

In addition to the statutory appropriations listed above, the General Assembly enacted the following appropriations. Bolded years will be funded in FY 2019 and beyond.

Economic Development Authority	
Lewis and Clark Regional Water System – This project will construct pipelines to connect communities in Northwest Iowa to the Lewis and Clark Regional Water System. The FY 2018 appropriation is to engineer a pipeline route from the west side of the Big Sioux River to Sioux Center, and engineer a meter building for Sioux Center. The FY 2019 appropriation will be used to complete the pipeline crossing the Big Sioux River.	FY 2018 \$2,250,000 FY 2019 \$4,750,000
Board of Regents	
UI Pharmacy Building – This project will demolish and replace an existing wing of the pharmacy building. The current pharmacy building was built in the early 1960s, and has long-term maintenance issues. The building does not support modern practices. Funds for the project will also support remodeling in the 1996 tower.	FY 2016 \$13,000,000 FY 2017 \$23,000,000 FY 2018 \$22,800,000 FY 2019 \$5,500,000
ISU Biosciences Building – This will be a teaching and research facility at ISU that will increase space and provide additional capacity and capabilities. The building will be 115,000 square feet. There will also be an addition to Bessey Hall for teaching space. The project will include the demolition of outdated buildings.	FY 2016 \$11,000,000 FY 2017 \$15,500,000 FY 2018 \$19,500,000 FY 2019 \$4,000,000
ISU Student Innovation Center – This project will construct a new facility that is intended to support student innovation. The building will house specialized equipment, materials, and tools. Classrooms will accommodate computer-aided design and virtual reality facilities.	FY 2017 \$1,000,000 FY 2018 \$6,000,000 FY 2019 \$10,000,000 FY 2020 \$10,000,000 FY 2021 \$10,000,000
State Fair Authority	
Northwest Events Center – The funds will be used to provide new space for events and an updated grandstand and midway.	FY 2017 \$500,000 FY 2018 \$1,000,000 FY 2019 \$8,500,000

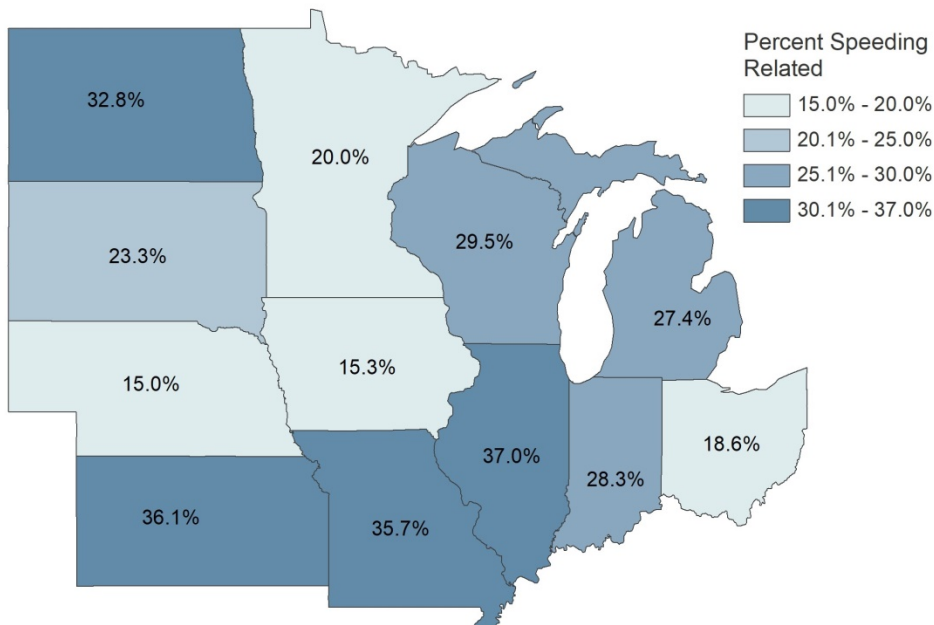
Comparison to Other States – Transportation Outcomes

Transportation Expenditures Per Capita – FY 2016



Sources: National Association of State Budget Officers, State Expenditure Report; U.S. Census Bureau, 2016 Population Estimates; LSA Calculations

Percent of Traffic Fatalities that are Speeding Related – FY 2015



Sources: National Highway Traffic Safety Administration, Traffic Safety Facts 2015; LSA Calculations

According to the Iowa DOT, total traffic fatalities decreased in CY 2017 as compared to CY 2016, with a preliminary fatality count of [329](#).

Legislative Services Agency (LSA) Publications

The following publications by the LSA are related to the Transportation, Infrastructure, and Capitals Appropriations Subcommittee:

- **Issue Reviews:**

- [*Electric Vehicle and Hybrid-Electric Vehicle Registration Fees*](#)

- [*Building Maintenance on State Buildings*](#)

- **Fiscal Topics:**

- [*Senate File 257 – Motor Vehicle Fuel Tax Update*](#)

- [*Statutory Off-the-Top Allocations from the Road Use Tax Fund — FY 2017*](#)

- [*Vertical Infrastructure Requirement Exemptions*](#)

- **Fiscal Update Articles:**

- [*Secondary Road Fund Distribution Meeting*](#)

- [*Motor Fuel Excise Tax Rate Changes – FY 2018*](#)

- [*Infrastructure Reports*](#)

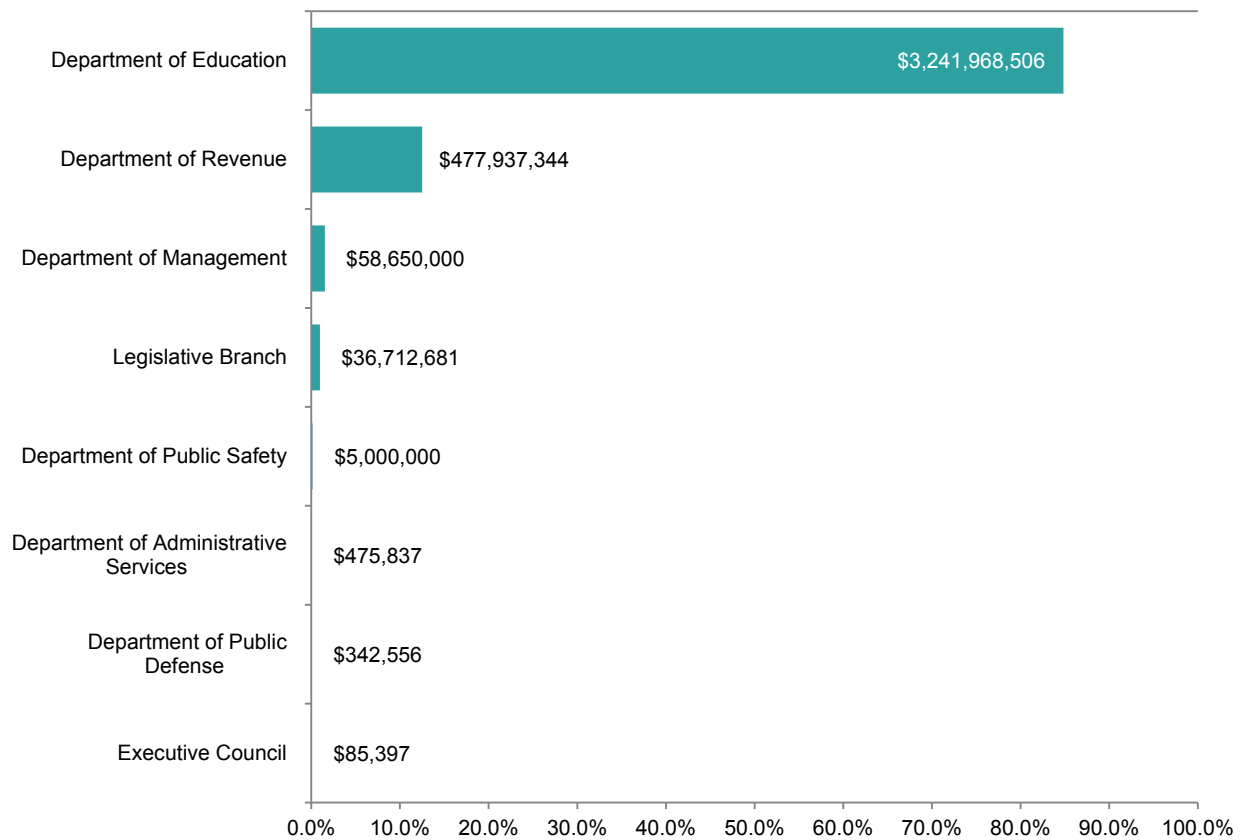
LSA Staff Contact: Adam Broich (515.281.8223) adam.broich@legis.iowa.gov
Michael Guanci (515.729.7755) michael.guanci@legis.iowa.gov

Unassigned Standing Appropriations

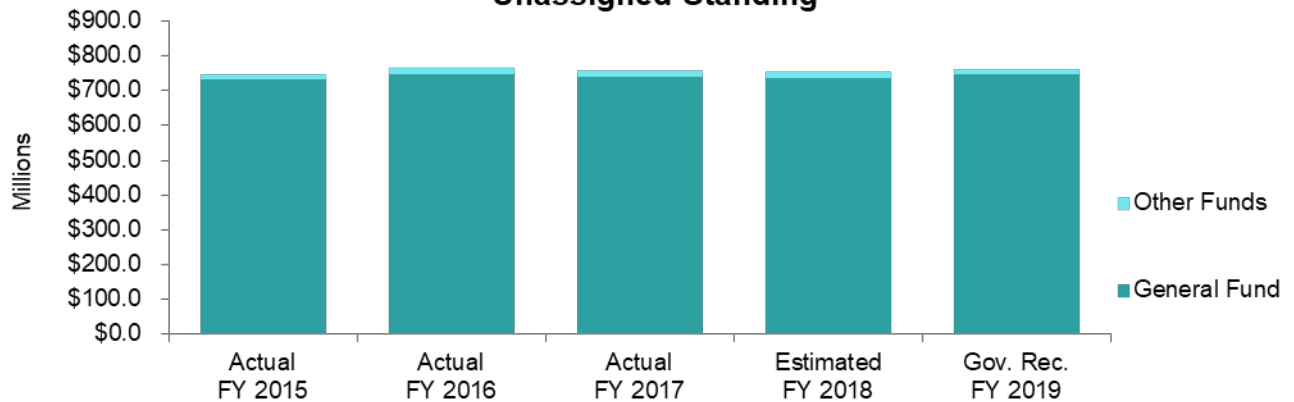
Fiscal Staff: Dave Reynolds and
Jennifer Acton

Analysis of Governor's Budget

FY 2019 General Fund Governor's Recommendations Total: \$3,821,172,321



Five-Year Funding History by Appropriations Subcommittee — Unassigned Standing



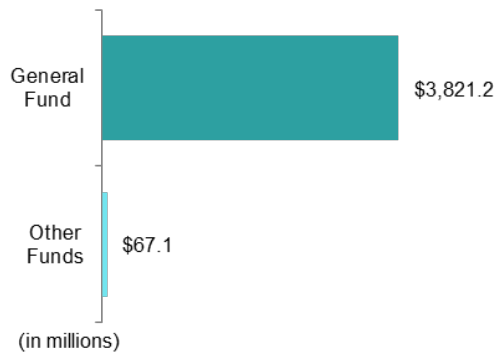
Overview and History

Approximately 50.0% of the FY 2018 State General Fund budget is appropriated automatically by statute. These appropriations do not fall under the purview of a specific appropriations subcommittee. There are two types of standing appropriations:

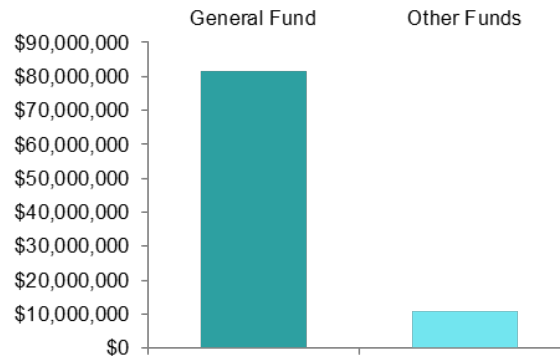
- **Standing Limited Appropriations** – These are appropriations for a specific dollar amount. An example is the appropriation to the Special Olympic Fund in Iowa Code section [8.8](#) which states, “There is appropriated annually from the General Fund of the State to the Special Olympics Fund one hundred thousand dollars for distribution to one or more organizations which administer Special Olympics programs benefiting the citizens of Iowa with disabilities.”
- **Standing Unlimited Appropriations** – These are appropriations of an unspecified dollar amount. An example is State aid for public schools pursuant to Iowa Code section [257.16](#), which states, “There is appropriated each year from the General Fund of the State an amount necessary to pay the foundation aid under [this chapter](#), the preschool foundation aid under [chapter 256C](#), supplementary aid under [section 257.4, subsection 2](#), and adjusted additional property tax levy aid under [section 257.15, subsection 4](#).” The General Assembly may choose to place a dollar limit on a standing unlimited appropriation in a particular year to cap expenditures.

FY 2019 Governor's Recommendations

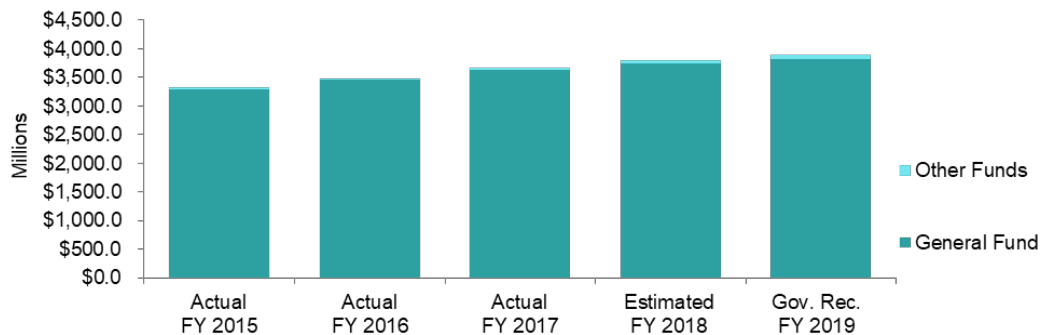
Total: \$3,888,320,930



Governor's Recommendations Compared to Estimated FY 2018



Five-Year Funding History



General Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Administrative Services, Department of</u>				
State Accounting Trust Accounts				
Federal Cash Management - Standing	\$ 0	\$ 54,182	\$ 54,182	\$ 0
Unemployment Compensation - Standing	370,440	421,655	421,655	0
Total Administrative Services, Department of	\$ 370,440	\$ 475,837	\$ 475,837	\$ 0
<u>Education, Department of</u>				
Education, Dept. of				
State Foundation School Aid	\$ 3,089,422,722	\$ 3,179,629,446	\$ 3,233,675,665	\$ 54,046,219
Nonpublic School Transportation	8,282,035	8,197,091	8,197,091	0
Sac Fox Settlement Education	96,250	95,750	95,750	0
Total Education, Department of	\$ 3,097,801,007	\$ 3,187,922,287	\$ 3,241,968,506	\$ 54,046,219
<u>Executive Council</u>				
Executive Council				
Court Costs	\$ 269,830	\$ 57,232	\$ 56,455	\$ -777
Public Improvements	0	9,575	9,575	0
Drainage Assessments	163,717	19,367	19,367	0
Total Executive Council	\$ 433,547	\$ 86,174	\$ 85,397	\$ -777
<u>Legislative Branch</u>				
Legislative Branch				
Legislative Branch	\$ 36,013,710	\$ 31,870,000	\$ 36,712,681	\$ 4,842,681
Total Legislative Branch	\$ 36,013,710	\$ 31,870,000	\$ 36,712,681	\$ 4,842,681
<u>Management, Department of</u>				
Management, Dept. of				
Appeal Board Claims	\$ 4,712,826	\$ 3,000,000	\$ 3,000,000	\$ 0
Special Olympics Fund	100,000	100,000	100,000	0
Economic Emergency Fund Appropriation	0	13,000,000	0	-13,000,000
Cash Reserve Fund Appropriation	0	20,000,000	55,550,000	35,550,000
Total Management, Department of	\$ 4,812,826	\$ 36,100,000	\$ 58,650,000	\$ 22,550,000
<u>Public Defense, Department of</u>				
Public Defense, Dept. of				
Compensation and Expense	\$ 264,026	\$ 342,556	\$ 342,556	\$ 0
Total Public Defense, Department of	\$ 264,026	\$ 342,556	\$ 342,556	\$ 0
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
DPS-POR Unfunded Liabilities	\$ 2,500,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Total Public Safety, Department of	\$ 2,500,000	\$ 5,000,000	\$ 5,000,000	\$ 0

Unassigned Standing Appropriations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Revenue, Department of				
Revenue, Dept. of				
Homestead Tax Credit Aid - GF	\$ 135,370,621	\$ 135,071,538	\$ 135,071,538	\$ 0
Elderly & Disabled Tax Credit	23,075,388	24,690,028	24,690,028	0
Ag Land Tax Credit - GF	39,058,133	39,100,000	39,100,000	0
Military Service Tax Exemption	1,955,349	1,961,234	1,961,234	0
Comm & Industrial Prop Tax Replacement	152,094,149	152,114,544	152,114,544	0
Business Property Tax Credit	125,000,000	125,000,000	125,000,000	0
Total Revenue, Department of	\$ 476,553,639	\$ 477,937,344	\$ 477,937,344	\$ 0
Total Unassigned Standings	\$ 3,618,749,195	\$ 3,739,734,198	\$ 3,821,172,321	\$ 81,438,123

Governor's Recommendations FY 2019 — Significant General Fund Changes

Department of Education	
<p>School Foundation Aid: Iowa Code chapter 257 provides the requirements and provisions of the current school aid formula for Iowa. The Code chapter was originally enacted during the 1989 Legislative Session in 1989 Iowa Acts, chapter 135 (HF 535 — School and Area Education Agency Financing Act), and implemented in 1991. The current school aid formula provides funding to local school districts and Area Education Agencies (AEAs). Funding is generated for a variety of specific school district and AEA programs through the school aid formula.</p> <p><i>The Governor is recommending a General Fund appropriation of \$3,233,675,665 for State Aid to schools in FY 2019. This amount reflects an estimated State percent of growth rate of 1.5%. The recommendation represents a net increase of \$54,046,219 (1.7%) compared to the FY 2018 funding level. The recommendation includes a reduction of \$15,000,000 in State Aid to Area Education Agencies (AEAs). This reduction is in addition to the annual statutory reduction to the AEAs of \$7,500,000.</i></p>	\$54,046,219
Legislative Branch	
<p>Iowa Code section 2.12 authorizes a standing unlimited appropriation from the General Fund for the operation of the Legislative Branch of government. The Legislative Branch appropriation is used to fund the expenses of the Iowa Senate, the Iowa House of Representatives, the Legislative Services Agency, and the State Ombudsman.</p> <p><i>Historically, the Governor does not make a recommendation concerning the Legislative Branch budget. However, for FY 2018 and FY 2019, the Governor is recommending reducing the Legislative Branch estimated budget by \$287,318 in each of the two fiscal years.</i></p>	\$4,842,681

Department of Management	
<p>Economic Emergency Fund Appropriation: Iowa Code section 8.55 establishes the Economic Emergency Fund (EEF) and specifies the uses of the Fund. The statute provides that the EEF receive the excess revenue from the Cash Reserve Fund until the Fund reaches 2.5% of the Adjusted Revenue Estimate. The statute allows an appropriation of up to \$50,000,000 from the EEF to be made for the purpose of preventing a deficit in the General Fund, assuming certain conditions are met. In the event that an appropriation is made to eliminate a year-end deficit, a standing appropriation from the General Fund is made to the EEF from the General Fund in the succeeding fiscal year to reimburse the EEF.</p> <p>At the close of FY 2017, the General Fund budget had a deficit of \$13,000,000. In response, the Governor transferred \$13,000,000 from the EEF in October 2017 to balance the FY 2017 budget. As a result, a one-time appropriation of \$13,000,000 was made from the General Fund in FY 2018 to the EEF.</p> <p><i>The Governor's budget recommendation for FY 2019 reflects a reduction of \$13,000,000 as the funds appropriated in FY 2018 are not needed for FY 2019.</i></p>	\$-13,000,000
<p>Cash Reserve Fund Appropriation: Iowa Code sections 8.56 and 8.57 establish the Cash Reserve Fund (CRF) and dictate the flow of surplus revenues to the CRF and the uses of the Fund. The General Fund surplus is transferred to the CRF until the CRF reaches 7.5% of the Adjusted Revenue Estimate. The General Assembly may appropriate from the CRF for nonrecurring, emergency expenditures if the appropriation is the only subject matter of the Bill, and if the appropriation does not cause the Fund's balance to be less than 3.75% of the Adjusted Revenue Estimate. An appropriation that reduces the balance below 3.75% must be approved by a three-fifths majority in both the Senate and the House of Representatives, and signed by the Governor.</p> <p>During the 2017 Legislative Session, legislation was enacted that transferred \$131,100,000 from the CRF to the General Fund to help eliminate a projected budget shortfall for FY 2017. For FY 2018 and FY 2019, two General Fund appropriations were enacted to reimburse the CRF for the \$131,100,000 transfer. These appropriations included \$20,000,000 in FY 2018 and \$111,100,000 in FY 2019.</p> <p><i>For FY 2019, the Governor is recommending a 50.0% reduction to the \$111,100,000 General Fund appropriation. The Governor's recommended appropriation of \$55,550,000 for FY 2019 represents an increase of \$35,550,000 compared to the FY 2018 appropriation.</i></p>	\$35,550,000

Other Fund Recommendations

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Economic Development Authority</u>				
Economic Development Authority				
Endow Iowa Admin - County Endw Fund	\$ 70,000	\$ 70,000	\$ 70,000	\$ 0
Total Economic Development Authority	\$ 70,000	\$ 70,000	\$ 70,000	\$ 0
<u>Executive Council</u>				
Executive Council				
Performance of Duty - EEF	\$ 5,558,619	\$ 3,378,609	\$ 3,378,609	\$ 0
Total Executive Council	\$ 5,558,619	\$ 3,378,609	\$ 3,378,609	\$ 0
<u>Management, Department of</u>				
Management, Dept. of				
Environment First Fund - RIIF	\$ 42,000,000	\$ 42,000,000	\$ 42,000,000	\$ 0
Technology Reinvestment Fund - RIIF	0	10,000,000	20,800,000	10,800,000
Total Management, Department of	\$ 42,000,000	\$ 52,000,000	\$ 62,800,000	\$ 10,800,000
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Midwest Grape & Wine Industry - WGTF	\$ 250,000	\$ 250,000	\$ 250,000	\$ 0
Total Regents, Board of	\$ 250,000	\$ 250,000	\$ 250,000	\$ 0
<u>Transportation, Department of</u>				
Transportation, Dept. of				
RUTF - County Treasurer Equipment	\$ 650,000	\$ 650,000	\$ 650,000	\$ 0
Total Transportation, Department of	\$ 650,000	\$ 650,000	\$ 650,000	\$ 0
Total Unassigned Standings	\$ 48,528,619	\$ 56,348,609	\$ 67,148,609	\$ 10,800,000

Governor's Recommendations FY 2019 — Significant Other Fund Changes

Department of Management	
<p>Technology Reinvestment Fund: Iowa Code section 8.57C(3) provides a standing limited appropriation of \$17,500,000 from the General Fund to the Technology Reinvestment Fund. The Fund is used for the acquisition of computer hardware and software, software development, telecommunications equipment, and maintenance and lease agreements associated with technology components, and for the purchase of equipment intended to provide an uninterruptible power supply. For FY 2018, legislation was enacted that suspended the General Fund standing appropriation and made a \$10,000,000 appropriation from the Rebuild Iowa Infrastructure Fund (RIIF) to the Technology Reinvestment Fund.</p> <p><i>The Governor's budget recommendation suspends the General Fund appropriation for FY 2019 and provides a \$20,800,000 appropriation to the Technology Reinvestment Fund from the RIIF for FY 2019. This is an increase of \$10,800,000 compared to the estimated FY 2018 appropriation.</i></p>	\$10,800,000

LSA Staff Contact: Dave Reynolds (515.281.6934) dave.reynolds@legis.iowa.gov

COMMON ACRONYMS USED IN THE APPROPRIATIONS TABLES (TRACKING)

ABLE	Achieving a Better Life Experience	ECI	Early Childhood Iowa
ACE	Accelerated Career Education	EEF	Economic Emergency Fund
ACRF	Address Confidentiality Revolving Fund	EFF	Environment First Fund
ADA	Americans with Disabilities Act	EMS	Emergency Management Services
AEA	Area Education Agency	ESEA	Elementary and Secondary Education Act
AG	Office of the Attorney General	FaDSS	Family Development & Self-Sufficiency Program
CBC	Community-Based Corrections	FRRF	Federal Recovery and Reinvestment Fund
CCUSO	Civil Commitment Unit for Sexual Offenders	FSTB	Fire Service Training Bureau
CEF	County Endowment Fund	GEF	Gaming Enforcement Revolving Fund
CHIP	Childrens Health Insurance Program	GF	General Fund
CRF	Cash Reserve Fund	GRA	Graduate
CMRF	Commerce Revolving Fund	GRF	Gaming Regulatory Revolving Fund
DAS	Department of Administrative Services	GSL	Guaranteed Student Loan Program
DCA	Department of Cultural Affairs	GWF	Groundwater Protection Fund
DCI	Division of Criminal Investigation	HCTA	Health Care Transformation Account
DD	Developmental Disabilities	HCTF	Health Care Trust Fund
DE	Department of Education	HHCAT	Hospital Health Care Access Trust Fund
DIA	Department of Inspections and Appeals	HR	Human Resources
DMU	Des Moines University	I/3	Integrated Information for Iowa System
DPS	Department of Public Safety	IBSSS	Iowa Braille and Sight Saving School
DOC	Department of Corrections	ICA	IowaCare Account
DOE	U.S. Department of Energy	ICIW	Iowa Correctional Institute for Women
DVA	Department of Veterans Affairs	ICN	Iowa Communications Network

ILEA	Iowa Law Enforcement Academy	QATF	Quality Assurance Trust Fund
lowAccess	lowAccess Revolving Fund	RBC2	Revenue Bonds Capitals II Fund
IPERS	Iowa Public Employees' Retirement System	REAP	Resource Enhancement and Protection
IPTV	Iowa Public Television	REC	Revenue Estimating Conference
IPR	Iowa Public Radio	RFIF	Renewable Fuel Infrastructure Fund
ISD	Iowa School for the Deaf	RFP	Request for Proposal
ISP	Iowa State Patrol	RIIF	Rebuild Iowa Infrastructure Fund
ISU	Iowa State University	RUTF	Road Use Tax Fund
LTC	Long Term Care	SAF	State Aviation Fund
MCH	Maternal and Child Health	SBRF	State Bond Repayment Fund
MFF	Medicaid Fraud Fund	SIF	School Infrastructure Fund
MH	Mental Health	SRG	School Ready Grants
MHI	Mental Health Institute	STEM	Science, Technology, Engineering, and Mathematics
MSSF	Mortgage Servicing Settlement Fund	SWJCF	Skilled Worker and Job Creation Fund
MVD	Motor Vehicle Division	TANF	Temporary Assistance for Needy Families
MVFT	Motor Vehicle Fuel Tax	TraCS/MACH	Traffic and Criminal Software/Mobile Architecture for Communications Handling
NAEP	National Assessment of Educational Progress	TRF	Technology Reinvestment Fund
NCES	National Center for Education Statistics	TSB	Targeted Small Business
NPDES	National Pollutant Discharge Elimination System	UI	University of Iowa
NPPF	Nonparticipating Provider Revolving Fund	UNI	University of Northern Iowa
PA	Physician Assistant	UST	Underground Storage Tank Fund
PhSA	Pharmaceutical Settlement Account	VTF	Veterans Trust Fund
P & I	Special Contingency Fund	WDF	Workforce Development Fund
PACE	Pathways for Academic Career and Employment	WGTF	Wine Gallonage Tax Fund
PRF	Primary Road Fund	WIRB	Watershed Improvement Review Board
POR	Peace Officer Retirement		

Appendix B – Tracking

Fiscal Staff: Dave Reynolds and Jennifer Acton

Analysis of Governor's Budget

This Appendix contains tracking for the following:

- General Fund
- Other Funds

The Legislative Services Agency publishes Budget Unit Fiscal Topics that discuss the purpose of particular appropriations and programs. If a publication is available, it has been hyperlinked in the title of the appropriation. The titles with underline are the ones linked.

Summary Data

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Administration and Regulation	\$ 48,666,729	\$ 47,543,637	\$ 47,486,595	\$ -57,042
Agriculture and Natural Resources	41,177,551	38,844,583	38,637,484	-207,099
Economic Development	41,400,457	38,441,265	39,866,346	1,425,081
Education	978,510,693	908,516,812	922,048,347	13,531,535
Health and Human Services	1,794,276,970	1,766,471,831	1,831,745,061	65,273,230
Justice System	740,722,954	738,068,117	745,570,889	7,502,772
Unassigned Standings	3,618,749,195	3,739,734,198	3,821,172,321	81,438,123
Subtotal	\$ 7,263,504,549	\$ 7,277,620,443	\$ 7,446,527,043	\$ 168,906,600
Governor's FY 2018 Net Adjustment	0	-27,148,129	0	27,148,129
Grand Total	\$ 7,263,504,549	\$ 7,250,472,314	\$ 7,446,527,043	\$ 196,054,729

Note: The Governor is recommending net General Fund appropriation reductions totaling \$27,148,129 for FY 2018. The overall reduction is shown on this summary page. However, the adjustments are not reflected in the individual FY 2018 appropriations listed in Column 2 of this report. Additional information on the Governor's FY 2018 adjustments are listed in Table 3 of this report.

Administration and Regulation

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Administrative Services, Department of</u>				
Administrative Services				
Operations	\$ 3,872,647	\$ 3,629,496	\$ 3,566,936	\$ -62,560
Utilities	2,509,649	2,447,360	2,899,231	451,871
Terrace Hill Operations	385,933	386,660	386,660	0
Total Administrative Services, Department of	\$ 6,768,229	\$ 6,463,516	\$ 6,852,827	\$ 389,311
<u>Auditor of State</u>				
Auditor of State				
Auditor of State - General Office	\$ 929,617	\$ 894,255	\$ 886,193	\$ -8,062
Total Auditor of State	\$ 929,617	\$ 894,255	\$ 886,193	\$ -8,062
<u>Ethics and Campaign Disclosure Board, Iowa</u>				
Campaign Finance Disclosure				
Ethics & Campaign Disclosure Board	\$ 547,501	\$ 547,501	\$ 597,501	\$ 50,000
Total Ethics and Campaign Disclosure Board, Iowa	\$ 547,501	\$ 547,501	\$ 597,501	\$ 50,000
<u>Commerce, Department of</u>				
Alcoholic Beverages				
Alcoholic Beverages Operations	\$ 1,201,153	\$ 1,005,461	\$ 996,391	\$ -9,070
Professional Licensing and Reg.				
Professional Licensing Bureau	\$ 443,655	\$ 373,626	\$ 370,263	\$ -3,363
Total Commerce, Department of	\$ 1,644,808	\$ 1,379,087	\$ 1,366,654	\$ -12,433
<u>Governor/Lt. Governor's Office</u>				
Governor's Office				
Presidential Electors	\$ 651	\$ 0	\$ 0	\$ 0
Governor/Lt. Governor's Office	2,160,842	2,074,842	2,053,954	-20,888
Terrace Hill Quarters	92,631	92,070	92,070	0
Governor's Office Transition	0	150,000	0	-150,000
Total Governor/Lt. Governor's Office	\$ 2,254,124	\$ 2,316,912	\$ 2,146,024	\$ -170,888

Administration and Regulation

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Drug Control Policy, Governor's Office of</u>				
Office of Drug Control Policy				
Operations	\$ 237,333	\$ 228,305	\$ 226,247	\$ -2,058
Total Drug Control Policy, Governor's Office of	\$ 237,333	\$ 228,305	\$ 226,247	\$ -2,058
<u>Human Rights, Department of</u>				
Human Rights, Dept. of				
Central Administration	\$ 211,824	\$ 201,233	\$ 199,418	\$ -1,815
Community Advocacy and Services	1,016,404	965,584	956,883	-8,701
Total Human Rights, Department of	\$ 1,228,228	\$ 1,166,817	\$ 1,156,301	\$ -10,516
<u>Inspections and Appeals, Department of</u>				
Inspections and Appeals, Dept. of				
Administration Division	\$ 524,632	\$ 516,234	\$ 511,559	\$ -4,675
Administrative Hearings Division	653,276	631,520	625,808	-5,712
Investigations Division	2,475,820	2,393,368	2,371,799	-21,569
Health Facilities Division	4,899,541	4,727,300	4,684,724	-42,576
Employment Appeal Board	40,619	39,266	38,912	-354
Child Advocacy Board	2,578,968	2,493,081	2,470,615	-22,466
Food and Consumer Safety	573,934	554,821	549,799	-5,022
Total Inspections and Appeals, Department of	\$ 11,746,790	\$ 11,355,590	\$ 11,253,216	\$ -102,374
<u>Management, Department of</u>				
Management, Dept. of				
Department Operations	\$ 2,510,018	\$ 2,510,018	\$ 2,487,389	\$ -22,629
Total Management, Department of	\$ 2,510,018	\$ 2,510,018	\$ 2,487,389	\$ -22,629
<u>Public Information Board</u>				
Public Information Board				
Iowa Public Information Board	\$ 273,198	\$ 323,198	\$ 339,343	\$ 16,145
Total Public Information Board	\$ 273,198	\$ 323,198	\$ 339,343	\$ 16,145

Administration and Regulation

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Revenue, Department of</u>				
Revenue, Dept. of				
Printing Cigarette Stamps	\$ 1,382	\$ 124,652	\$ 124,652	\$ 0
Operations	16,588,753	15,692,753	15,549,996	-142,757
Tobacco Reporting Requirements	18,416	17,525	17,525	0
Total Revenue, Department of	\$ 16,608,551	\$ 15,834,930	\$ 15,692,173	\$ -142,757
<u>Secretary of State, Office of the</u>				
Secretary of State				
Administration and Elections	\$ 1,425,518	\$ 2,125,518	\$ 2,125,518	\$ 0
Business Services	1,425,518	1,371,292	1,339,767	-31,525
Total Secretary of State, Office of the	\$ 2,851,036	\$ 3,496,810	\$ 3,465,285	\$ -31,525
<u>Treasurer of State, Office of</u>				
Treasurer of State				
Treasurer - General Office	\$ 1,067,296	\$ 1,026,698	\$ 1,017,442	\$ -9,256
Total Treasurer of State, Office of	\$ 1,067,296	\$ 1,026,698	\$ 1,017,442	\$ -9,256
Total Administration and Regulation	\$ 48,666,729	\$ 47,543,637	\$ 47,486,595	\$ -57,042

Agriculture and Natural Resources

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Agriculture and Land Stewardship, Dept of</u>				
Agriculture and Land Stewardship				
Administrative Division	\$ 17,150,343	\$ 17,640,576	\$ 17,451,888	\$ -188,688
Milk Inspections	189,196	189,196	189,196	0
Local Food and Farm	75,000	75,000	75,000	0
Agricultural Education	25,000	25,000	25,000	0
Farmers with Disabilities	130,000	130,000	130,000	0
Iowa Emergency Food Purchase Program	100,000	0	0	0
Water Quality Initiative	4,320,201	3,000,000	3,000,000	0
Foreign Animal Disease	0	100,000	250,000	150,000
Total Agriculture and Land Stewardship, Dept of	\$ 21,989,740	\$ 21,159,772	\$ 21,121,084	\$ -38,688
<u>Natural Resources, Department of</u>				
Natural Resources				
Natural Resources Operations	\$ 11,507,811	\$ 11,299,811	\$ 11,176,438	\$ -123,373
Floodplain Management Program	1,885,000	1,885,000	1,885,000	0
Forestry Health Management	470,000	500,000	500,000	0
Total Natural Resources, Department of	\$ 13,862,811	\$ 13,684,811	\$ 13,561,438	\$ -123,373
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Iowa Nutrient Research Center	\$ 1,325,000	\$ 0	\$ 0	\$ 0
ISU - Veterinary Diagnostic Laboratory	4,000,000	4,000,000	3,954,962	-45,038
Total Regents, Board of	\$ 5,325,000	\$ 4,000,000	\$ 3,954,962	\$ -45,038
Total Agriculture and Natural Resources	\$ 41,177,551	\$ 38,844,583	\$ 38,637,484	\$ -207,099

Economic Development

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Cultural Affairs, Department of</u>				
Cultural Affairs, Dept. of				
Administration Division	\$ 168,637	\$ 168,637	\$ 162,600	\$ -6,037
Community Cultural Grants	172,090	172,090	172,090	0
Historical Division	2,987,600	2,977,797	2,948,807	-28,990
Historic Sites	426,398	426,398	426,398	0
Arts Division	1,192,188	1,192,188	1,181,500	-10,688
Great Places	150,000	150,000	150,000	0
Archiving Former Governors' Papers	65,933	0	0	0
Records Center Rent	227,243	227,243	221,065	-6,178
County Endowment Funding - DCA Grants	416,702	416,702	416,702	0
Cultural Trust Grants	0	25,000	25,000	0
Total Cultural Affairs, Department of	\$ 5,806,791	\$ 5,756,055	\$ 5,704,162	\$ -51,893
<u>Economic Development Authority</u>				
Economic Development Authority				
Economic Development Appropriation	\$ 14,485,192	\$ 13,400,000	\$ 13,280,419	\$ -119,581
World Food Prize	712,500	400,000	400,000	0
Iowa Comm. Volunteer Ser. - Promise	175,513	168,201	166,519	-1,682
Councils of Governments (COGs) Assistance	190,000	175,000	173,250	-1,750
Tourism Marketing - Adjusted Gross Receipts	1,067,800	900,000	891,000	-9,000
Registered Apprenticeship Program	0	0	1,000,000	1,000,000
Total Economic Development Authority	\$ 16,631,005	\$ 15,043,201	\$ 15,911,188	\$ 867,987
<u>Finance Authority, Iowa</u>				
Iowa Finance Authority				
Rent Subsidy Program	\$ 658,000	\$ 658,000	\$ 658,000	\$ 0
Total Finance Authority, Iowa	\$ 658,000	\$ 658,000	\$ 658,000	\$ 0
<u>Public Employment Relations Board</u>				
Public Employment Relations				
General Office	\$ 1,328,129	\$ 1,342,452	\$ 1,342,452	\$ 0
Total Public Employment Relations Board	\$ 1,328,129	\$ 1,342,452	\$ 1,342,452	\$ 0

Economic Development

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Workforce Development, Department of</u>				
Iowa Workforce Development				
Labor Services Division	\$ 3,762,097	\$ 3,491,252	\$ 3,471,252	\$ -20,000
Workers' Compensation Division	3,259,044	3,259,044	3,259,044	0
Operations - Field Offices	8,845,650	7,945,650	7,874,637	-71,013
Offender Reentry Program	298,464	287,158	387,158	100,000
I/3 State Accounting System	274,819	228,822	228,822	0
Employee Misclassification Program	435,458	429,631	279,631	-150,000
Summer Youth Work Pilot	0	0	250,000	250,000
Future Ready Iowa Coordinator	0	0	150,000	150,000
Future Ready Iowa Marketing	0	0	350,000	350,000
Total Workforce Development, Department of	\$ 16,875,532	\$ 15,641,557	\$ 16,250,544	\$ 608,987
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Small Business Development Centers	\$ 101,000	\$ 0	\$ 0	\$ 0
Total Regents, Board of	\$ 101,000	\$ 0	\$ 0	\$ 0
Total Economic Development	\$ 41,400,457	\$ 38,441,265	\$ 39,866,346	\$ 1,425,081

Education

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Blind, Department for the				
Department for the Blind				
Department for the Blind	\$ 2,273,837	\$ 2,187,342	\$ 2,167,622	\$ -19,720
Newsline for the Blind	52,000	0	0	0
Total Blind, Department for the	\$ 2,325,837	\$ 2,187,342	\$ 2,167,622	\$ -19,720
College Student Aid Commission				
College Student Aid Comm.				
College Aid Commission	\$ 431,896	\$ 429,279	\$ 429,279	\$ 0
DMU Health Care Prof Recruitment	400,973	400,973	400,973	0
National Guard Benefits Program	2,100,000	3,100,000	4,879,600	1,779,600
Teacher Shortage Loan Forgiveness	392,452	200,000	105,828	-94,172
All Iowa Opportunity Scholarships	2,840,854	2,840,854	2,840,854	0
All Iowa Opportunity Foster Care Grant	454,057	0	0	0
Teach Iowa Scholars	400,000	400,000	400,000	0
Rural IA Primary Care Loan Repayment Prog.	1,209,016	1,124,502	1,124,502	0
Health Care-Related Loan Program	0	200,000	200,000	0
Tuition Grant Program - Standing	48,939,681	46,630,951	47,330,415	699,464
Tuition Grant - For-Profit	1,975,000	1,500,000	1,522,500	22,500
Vocational Technical Tuition Grant	2,250,185	1,750,185	1,750,185	0
Barber & Cosmetology Tuition Grant Program	36,938	0	0	0
Nurse & Nurse Educator Loan Forgiveness	80,852	0	0	0
Rural Nurse/PA Loan Repayment	84,806	0	0	0
Total College Student Aid Commission	\$ 61,596,710	\$ 58,576,744	\$ 60,984,136	\$ 2,407,392
Education, Department of				
Education, Dept. of				
Administration	\$ 5,964,047	\$ 5,964,047	\$ 6,089,047	\$ 125,000
Career Technical Education Administration	598,197	598,197	598,197	0
State Library	2,530,063	2,530,063	2,530,063	0
State Library - Enrich Iowa	2,477,694	2,464,823	2,464,823	0
Regional Telecommunications Councils	992,913	0	0	0
Career Technical Education Secondary	2,630,134	2,630,134	2,630,134	0
Food Service	2,176,797	2,176,797	2,176,797	0
ECI General Aid (SRG)	5,180,009	22,162,799	22,162,799	0
ECI Preschool Tuition Assistance (SRG)	5,225,294	0	0	0
ECI Family Support and Parent Ed (SRG)	11,900,768	0	0	0
Special Ed. Services Birth to 3	1,721,400	1,721,400	1,721,400	0
Early Head Start Projects	600,000	574,500	574,500	0
Nonpublic Textbook Services	650,214	650,214	650,214	0
Student Achievement/Teacher Quality	55,184,351	3,395,667	2,965,467	-430,200
Jobs For America's Grads	700,000	666,188	1,666,188	1,000,000
Attendance Center/Website & Data System	237,500	250,000	250,000	0

Education General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Administrator Mentoring/Coaching Support	289,441	0	0	0
English Language Literacy Grant Program	481,250	0	0	0
Online State Job Posting System	230,000	230,000	230,000	0
Area Education Agency Support System	1,000,000	0	0	0
Early Lit - Successful Progression	8,000,000	7,824,782	7,824,782	0
Early Lit - Early Warning System	1,915,000	1,915,000	1,915,000	0
Early Lit - Iowa Reading Research Center	962,500	957,500	1,257,500	300,000
Iowa Learning Online Initiative	0	0	500,000	500,000
Competency-Based Education	338,000	0	0	0
Fine Arts Beginning Teacher Mentoring Program	25,000	0	0	0
Midwestern Higher Education Compact	100,000	115,000	115,000	0
Area Education Agency Distribution	962,500	0	0	0
Community Colleges General Aid	199,540,605	201,190,889	202,394,955	1,204,066
Community College Salary Supplement	500,000	0	0	0
Child Development	12,133,464	10,730,000	10,575,370	-154,630
LEA Assessment	0	0	5,000,000	5,000,000
Computer Science Professional Development Inc	0	0	500,000	500,000
Statewide Clearinghouse to Expand Work-Based	0	0	250,000	250,000
Summer Joint Enrollment Program	0	0	600,000	600,000
Education, Dept. of	\$ 325,247,141	\$ 268,748,000	\$ 277,642,236	\$ 8,894,236
Vocational Rehabilitation				
Vocational Rehabilitation	\$ 5,849,338	\$ 5,625,675	\$ 5,677,908	\$ 52,233
Independent Living	89,128	84,823	84,823	0
Entrepreneurs with Disabilities Program	145,535	138,506	138,506	0
Independent Living Center Grant	90,294	86,457	86,457	0
Vocational Rehabilitation Maintenance of Effort	0	106,705	0	-106,705
Vocational Rehabilitation	\$ 6,174,295	\$ 6,042,166	\$ 5,987,694	\$ -54,472
Iowa Public Television				
Iowa Public Television	\$ 7,873,846	\$ 7,589,415	\$ 7,520,994	\$ -68,421
Total Education, Department of	\$ 339,295,282	\$ 282,379,581	\$ 291,150,924	\$ 8,771,343

Education

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Regents, Board of</u>				
Regents, Board of				
Regents Board Office	\$ 794,714	\$ 794,714	\$ 785,766	\$ -8,948
BOR - Regents Resource Centers	0	278,848	275,708	-3,140
GRA - SW Iowa Regents Resource Ctr	182,734	0	0	0
GRA - NW Iowa Regents Resource Ctr	96,114	0	0	0
GRA - Quad Cities Graduate Center	5,000	0	0	0
IPR - Iowa Public Radio	391,568	359,264	355,219	-4,045
University of Iowa - General	222,985,505	216,759,067	214,318,479	-2,440,588
UI - Oakdale Campus	2,186,558	2,186,558	2,161,939	-24,619
UI - Hygienic Laboratory	4,402,615	4,402,615	4,353,044	-49,571
UI - Family Practice Program	1,788,265	1,788,265	1,768,130	-20,135
UI - Specialized Children Health Services	659,456	659,456	652,031	-7,425
UI - Iowa Cancer Registry	149,051	149,051	147,373	-1,678
UI - Substance Abuse Consortium	55,529	55,529	54,904	-625
UI - Biocatalysis	723,727	723,727	715,578	-8,149
UI - Primary Health Care	648,930	648,930	641,623	-7,307
UI - Iowa Birth Defects Registry	38,288	38,288	37,857	-431
UI - Iowa Nonprofit Resource Center	162,539	162,539	160,709	-1,830
UI - IA Online Advanced Placement Acad.	481,849	481,849	476,424	-5,425
UI - Iowa Flood Center	1,500,000	1,200,000	1,186,489	-13,511
Iowa State University - General	175,409,852	172,874,861	170,928,385	-1,946,476
ISU - Agricultural Experiment Station	29,886,877	29,886,877	29,550,367	-336,510
ISU - Cooperative Extension	18,266,722	18,266,722	18,061,049	-205,673
ISU - Leopold Center	397,417	0	0	0
ISU - Livestock Disease Research	172,844	172,844	170,898	-1,946
University of Northern Iowa - General	94,535,232	93,712,362	93,712,362	0
UNI - Recycling and Reuse Center	175,256	175,256	175,256	0
UNI - Governor's STEM Advisory Council	5,200,000	5,446,375	5,446,375	0
UNI - Real Estate Education Program	125,302	125,302	125,302	0
Iowa School for the Deaf	9,723,215	9,897,351	10,045,811	148,460
Iowa Braille and Sight Saving School	4,053,893	4,126,495	4,188,393	61,898
ISD/IBSSS - Tuition and Transportation	11,763	0	0	0
ISD/IBSSS - Licensed Classroom Teachers	82,049	0	0	0
FY 19 Regents Increase	0	0	7,250,194	7,250,194
Total Regents, Board of	\$ 575,292,864	\$ 565,373,145	\$ 567,745,665	\$ 2,372,520
Total Education	\$ 978,510,693	\$ 908,516,812	\$ 922,048,347	\$ 13,531,535

Health and Human Services

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Aging, Iowa Department on</u>				
Aging, Dept. on				
Aging Programs	\$ 12,071,150	\$ 11,042,476	\$ 10,942,924	\$ -99,552
Office of LTC Ombudsman	1,324,202	1,160,281	1,149,821	-10,460
Total Aging, Iowa Department on	\$ 13,395,352	\$ 12,202,757	\$ 12,092,745	\$ -110,012
<u>Public Health, Department of</u>				
Public Health, Dept. of				
Addictive Disorders	\$ 26,258,434	\$ 24,985,831	\$ 24,804,344	\$ -181,487
Healthy Children and Families	5,437,627	5,325,632	5,776,457	450,825
Chronic Conditions	4,828,917	3,610,468	3,610,468	0
Community Capacity	6,785,040	2,436,691	4,640,721	2,204,030
Essential Public Health Services	7,078,228	7,897,878	7,662,464	-235,414
Infectious Diseases	1,248,393	1,796,426	1,796,426	0
Public Protection	4,247,070	4,095,139	4,095,139	0
Resource Management	971,215	971,215	971,215	0
Congenital & Inherited Disorders Registry	166,245	258,150	223,521	-34,629
Total Public Health, Department of	\$ 57,021,169	\$ 51,377,430	\$ 53,580,755	\$ 2,203,325
<u>Veterans Affairs, Department of</u>				
Veterans Affairs, Dept. of				
General Administration	\$ 1,150,503	\$ 1,142,557	\$ 1,115,580	\$ -26,977
Home Ownership Assistance Program	2,500,000	2,000,000	2,000,000	0
Veterans County Grants	990,000	947,925	938,025	-9,900
Veterans Affairs, Dept. of	\$ 4,640,503	\$ 4,090,482	\$ 4,053,605	\$ -36,877
Veterans Affairs, Dept. of				
Iowa Veterans Home	\$ 7,316,100	\$ 7,228,140	\$ 7,162,976	\$ -65,164
Total Veterans Affairs, Department of	\$ 11,956,603	\$ 11,318,622	\$ 11,216,581	\$ -102,041
<u>Human Services, Department of</u>				
Assistance				
Family Investment Program/PROMISE JOBS	\$ 36,200,196	\$ 43,004,480	\$ 40,355,715	\$ -2,648,765
Medical Assistance	1,303,190,737	1,284,405,740	1,339,526,772	55,121,032
Medical Contracts	17,045,964	17,626,464	17,185,207	-441,257
State Supplementary Assistance	10,722,135	10,372,658	10,250,873	-121,785
State Children's Health Insurance	9,435,831	8,518,452	7,064,057	-1,454,395
Child Care Assistance	31,722,450	39,343,616	52,825,346	13,481,730
Child and Family Services	83,851,277	85,812,072	84,939,774	-872,298
Adoption Subsidy	42,646,664	40,777,910	40,445,137	-332,773
Family Support Subsidy	772,102	1,069,282	949,282	-120,000
Conner Training	33,632	33,632	33,632	0
Volunteers	84,686	84,686	84,686	0

Health and Human Services

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Child Abuse Prevention	200,874	232,570	232,570	0
MHDS Regional Grants	3,000,000	0	0	0
Assistance	\$ 1,538,906,548	\$ 1,531,281,562	\$ 1,593,893,051	\$ 62,611,489
Eldora Training School				
Eldora Training School	\$ 12,233,420	\$ 11,350,443	\$ 11,350,443	\$ 0
Cherokee				
Cherokee MHI	\$ 14,658,594	\$ 13,870,254	\$ 13,870,254	\$ 0
Independence				
Independence MHI	\$ 18,464,015	\$ 17,513,621	\$ 17,513,621	\$ 0
Glenwood				
Glenwood Resource Center	\$ 20,468,802	\$ 17,887,781	\$ 16,858,523	\$ -1,029,258
Woodward				
Woodward Resource Center	\$ 13,995,352	\$ 12,077,034	\$ 11,386,679	\$ -690,355
Cherokee CCUSO				
Civil Commitment Unit for Sexual Offenders	\$ 10,671,957	\$ 9,464,747	\$ 9,464,747	\$ 0
Field Operations				
Child Support Recovery	\$ 14,663,373	\$ 12,586,635	\$ 14,586,635	\$ 2,000,000
Field Operations	49,370,117	48,484,435	49,074,517	590,082
Field Operations	\$ 64,033,490	\$ 61,071,070	\$ 63,661,152	\$ 2,590,082
General Administration				
General Administration	\$ 15,448,198	\$ 14,033,040	\$ 13,833,040	\$ -200,000
DHS Facilities	2,879,274	2,879,274	2,879,274	0
Commission of Inquiry	1,394	1,394	1,394	0
Nonresident Mental Illness Commitment	142,802	142,802	142,802	0
General Administration	\$ 18,471,668	\$ 17,056,510	\$ 16,856,510	\$ -200,000
Total Human Services, Department of	\$ 1,711,903,846	\$ 1,691,573,022	\$ 1,754,854,980	\$ 63,281,958
Total Health and Human Services	\$ 1,794,276,970	\$ 1,766,471,831	\$ 1,831,745,061	\$ 65,273,230

Justice System

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Attorney General</u>				
Justice, Dept. of				
General Office AG	\$ 7,672,307	\$ 6,672,307	\$ 6,611,752	\$ -60,555
Victim Assistance Grants	6,466,708	5,016,708	4,971,291	-45,417
Legal Services Poverty Grants	2,304,601	2,304,601	2,284,416	-20,185
Total Attorney General	\$ 16,443,616	\$ 13,993,616	\$ 13,867,459	\$ -126,157
<u>Civil Rights Commission, Iowa</u>				
Civil Rights Commission				
Civil Rights Commission	\$ 1,157,062	\$ 1,157,062	\$ 1,146,631	\$ -10,431
Total Civil Rights Commission, Iowa	\$ 1,157,062	\$ 1,157,062	\$ 1,146,631	\$ -10,431
<u>Corrections, Department of</u>				
Central Office				
Corrections Administration	\$ 5,153,905	\$ 5,153,905	\$ 5,046,968	\$ -106,937
County Confinement	1,075,092	1,575,092	1,575,092	0
Federal Prisoners/Contractual	484,411	484,411	484,411	0
Corrections Education	2,608,109	2,608,109	2,608,109	0
Iowa Corrections Offender Network	2,000,000	2,000,000	2,000,000	0
Mental Health/Substance Abuse	22,319	28,065	28,065	0
DOC - Department Wide Duties	3,407,808	0	1,200,000	1,200,000
Corrections Real Estate-Capitals from Sales	0	66,323	0	-66,323
State Cases Court Costs	0	10,000	10,000	0
Central Office	\$ 14,751,644	\$ 11,925,905	\$ 12,952,645	\$ 1,026,740
Fort Madison				
Ft. Madison Institution	\$ 42,719,050	\$ 41,079,882	\$ 40,709,469	\$ -370,413
Anamosa				
Anamosa Institution	\$ 32,827,163	\$ 32,164,148	\$ 31,874,128	\$ -290,020
Oakdale				
Oakdale Institution	\$ 59,491,533	\$ 60,314,427	\$ 60,770,579	\$ 456,152
Newton				
Newton Institution	\$ 27,661,220	\$ 28,061,220	\$ 27,808,195	\$ -253,025
Mount Pleasant				
Mount Pleasant Institution	\$ 24,676,413	\$ 25,526,413	\$ 25,296,244	\$ -230,169
Rockwell City				
Rockwell City Institution	\$ 9,720,458	\$ 10,458,861	\$ 10,364,555	\$ -94,306
Clarinda				
Clarinda Institution	\$ 25,085,406	\$ 24,780,950	\$ 24,557,503	\$ -223,447
Mitchellville				

Justice System

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Mitchellville Institution	\$ 22,394,090	\$ 22,594,090	\$ 22,390,362	\$ -203,728
Fort Dodge				
Fort Dodge Institution	\$ 29,766,995	\$ 29,660,231	\$ 29,392,788	\$ -267,443
CBC District 1				
CBC District I	\$ 14,636,766	\$ 14,786,766	\$ 14,653,435	\$ -133,331
CBC District 2				
CBC District II	\$ 11,383,739	\$ 11,433,739	\$ 11,330,642	\$ -103,097
CBC District 3				
CBC District III	\$ 7,167,957	\$ 7,167,957	\$ 7,103,324	\$ -64,633
CBC District 4				
CBC District IV	\$ 5,579,922	\$ 5,679,922	\$ 5,628,707	\$ -51,215
CBC District 5				
CBC District V	\$ 20,857,940	\$ 21,557,940	\$ 21,363,555	\$ -194,385
CBC District 6				
CBC District VI	\$ 14,713,165	\$ 14,713,165	\$ 14,580,498	\$ -132,667
CBC District 7				
CBC District VII	\$ 7,777,341	\$ 7,777,341	\$ 7,707,214	\$ -70,127
CBC District 8				
CBC District VIII	\$ 8,084,521	\$ 8,084,521	\$ 8,011,624	\$ -72,897
Total Corrections, Department of	<u>\$ 379,295,323</u>	<u>\$ 377,767,478</u>	<u>\$ 376,495,467</u>	<u>\$ -1,272,011</u>

Justice System

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Human Rights, Department of</u>				
Human Rights, Dept. of				
Criminal & Juvenile Justice	\$ 1,187,833	\$ 1,187,833	\$ 1,177,121	\$ -10,712
Total Human Rights, Department of	\$ 1,187,833	\$ 1,187,833	\$ 1,177,121	\$ -10,712
<u>Inspections and Appeals, Department of</u>				
Public Defender				
Public Defender	\$ 25,724,762	\$ 26,182,243	\$ 26,946,202	\$ 763,959
Indigent Defense Appropriation	33,901,929	33,444,448	37,444,448	4,000,000
Total Inspections and Appeals, Department of	\$ 59,626,691	\$ 59,626,691	\$ 64,390,650	\$ 4,763,959
<u>Judicial Branch</u>				
Judicial Branch				
Judicial Branch	\$ 175,686,612	\$ 175,686,612	\$ 180,830,088	\$ 5,143,476
Jury & Witness Fee Revolving Fund	3,100,000	3,100,000	3,100,000	0
Total Judicial Branch	\$ 178,786,612	\$ 178,786,612	\$ 183,930,088	\$ 5,143,476
<u>Law Enforcement Academy</u>				
Iowa Law Enforcement Academy				
Law Enforcement Academy	\$ 992,511	\$ 954,756	\$ 946,149	\$ -8,607
Total Law Enforcement Academy	\$ 992,511	\$ 954,756	\$ 946,149	\$ -8,607
<u>Parole, Board of</u>				
Parole Board				
Parole Board	\$ 1,191,731	\$ 1,191,731	\$ 1,216,731	\$ 25,000
Total Parole, Board of	\$ 1,191,731	\$ 1,191,731	\$ 1,216,731	\$ 25,000
<u>Public Defense, Department of</u>				
Public Defense, Dept. of				
Public Defense, Department of	\$ 6,313,382	\$ 6,223,324	\$ 6,164,131	\$ -59,193
Total Public Defense, Department of	\$ 6,313,382	\$ 6,223,324	\$ 6,164,131	\$ -59,193

Justice System

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
Public Safety Administration	\$ 4,143,131	\$ 4,334,703	\$ 4,334,703	\$ 0
Public Safety DCI	13,590,544	14,263,083	14,263,083	0
DCI - Crime Lab Equipment/Training	302,345	302,345	302,345	0
Narcotics Enforcement	7,271,039	7,585,873	7,495,873	-90,000
Public Safety Undercover Funds	109,042	109,042	109,042	0
Fire Marshal	4,579,010	4,765,056	4,665,056	-100,000
Iowa State Patrol	60,321,575	62,126,287	61,538,642	-587,645
DPS/SPOC Sick Leave Payout	279,517	279,517	279,517	0
Fire Fighter Training	825,520	825,520	825,520	0
Department-wide Duties	1,834,973	0	129,223	129,223
Human Trafficking Office	150,000	150,000	75,000	-75,000
DPS Sexual Abuse Evidence Processing	0	200,000	0	-200,000
Interoperable Communications Sys Board	115,661	115,661	115,661	0
Total Public Safety, Department of	\$ 93,522,357	\$ 95,057,087	\$ 94,133,665	\$ -923,422
<u>Homeland Security and Emergency Mgmt</u>				
Homeland Security & Emergency Mgmt				
Homeland Security & Emer. Mgmt.	\$ 2,205,836	\$ 2,121,927	\$ 2,102,797	\$ -19,130
Total Homeland Security and Emergency Mgmt	\$ 2,205,836	\$ 2,121,927	\$ 2,102,797	\$ -19,130
Total Justice System	\$ 740,722,954	\$ 738,068,117	\$ 745,570,889	\$ 7,502,772

Unassigned Standings

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Administrative Services, Department of</u>				
State Accounting Trust Accounts				
Federal Cash Management - Standing	\$ 0	\$ 54,182	\$ 54,182	\$ 0
Unemployment Compensation - Standing	370,440	421,655	421,655	0
Total Administrative Services, Department of	\$ 370,440	\$ 475,837	\$ 475,837	\$ 0
<u>Education, Department of</u>				
Education, Dept. of				
State Foundation School Aid	\$ 3,089,422,722	\$ 3,179,629,446	\$ 3,233,675,665	\$ 54,046,219
Nonpublic School Transportation	8,282,035	8,197,091	8,197,091	0
Sac Fox Settlement Education	96,250	95,750	95,750	0
Total Education, Department of	\$ 3,097,801,007	\$ 3,187,922,287	\$ 3,241,968,506	\$ 54,046,219
<u>Executive Council</u>				
Executive Council				
Court Costs	\$ 269,830	\$ 57,232	\$ 56,455	\$ -777
Public Improvements	0	9,575	9,575	0
Drainage Assessments	163,717	19,367	19,367	0
Total Executive Council	\$ 433,547	\$ 86,174	\$ 85,397	\$ -777
<u>Legislative Branch</u>				
Legislative Branch				
Legislative Branch	\$ 36,013,710	\$ 31,870,000	\$ 36,712,681	\$ 4,842,681
Total Legislative Branch	\$ 36,013,710	\$ 31,870,000	\$ 36,712,681	\$ 4,842,681
<u>Management, Department of</u>				
Management, Dept. of				
Appeal Board Claims	\$ 4,712,826	\$ 3,000,000	\$ 3,000,000	\$ 0
Special Olympics Fund	100,000	100,000	100,000	0
Economic Emergency Fund Appropriation	0	13,000,000	0	-13,000,000
Cash Reserve Fund Appropriation	0	20,000,000	55,550,000	35,550,000
Total Management, Department of	\$ 4,812,826	\$ 36,100,000	\$ 58,650,000	\$ 22,550,000

Unassigned Standings

General Fund

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Public Defense, Department of</u>				
Public Defense, Dept. of				
Compensation and Expense	\$ 264,026	\$ 342,556	\$ 342,556	\$ 0
Total Public Defense, Department of	\$ 264,026	\$ 342,556	\$ 342,556	\$ 0
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
DPS-POR Unfunded Liabilities	\$ 2,500,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Total Public Safety, Department of	\$ 2,500,000	\$ 5,000,000	\$ 5,000,000	\$ 0
<u>Revenue, Department of</u>				
Revenue, Dept. of				
Homestead Tax Credit Aid - GF	\$ 135,370,621	\$ 135,071,538	\$ 135,071,538	\$ 0
Elderly & Disabled Tax Credit	23,075,388	24,690,028	24,690,028	0
Ag Land Tax Credit - GF	39,058,133	39,100,000	39,100,000	0
Military Service Tax Exemption	1,955,349	1,961,234	1,961,234	0
Comm & Industrial Prop Tax Replacement	152,094,149	152,114,544	152,114,544	0
Business Property Tax Credit	125,000,000	125,000,000	125,000,000	0
Total Revenue, Department of	\$ 476,553,639	\$ 477,937,344	\$ 477,937,344	\$ 0
Total Unassigned Standings	\$ 3,618,749,195	\$ 3,739,734,198	\$ 3,821,172,321	\$ 81,438,123

Summary Data

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Administration and Regulation	\$ 54,208,344	\$ 54,985,931	\$ 54,840,931	\$ -145,000
Agriculture and Natural Resources	90,159,341	90,769,878	90,769,878	0
Economic Development	34,023,084	34,526,084	34,526,084	0
Education	40,300,000	40,300,000	39,300,000	-1,000,000
Health and Human Services	295,205,208	293,825,762	289,120,019	-4,705,743
Justice System	17,815,860	18,022,806	17,926,806	-96,000
Transportation, Infrastructure, and Capitals	542,115,508	536,469,938	532,169,237	-4,300,701
Unassigned Standings	48,528,619	56,348,609	67,148,609	10,800,000
Grand Total	\$ 1,122,355,964	\$ 1,125,249,008	\$ 1,125,801,564	\$ 552,556

Administration and Regulation

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Commerce, Department of</u>				
Banking Division				
Banking Division - CMRF	\$ 10,499,790	\$ 11,145,778	\$ 11,145,778	\$ 0
Credit Union Division				
Credit Union Division - CMRF	\$ 1,869,256	\$ 1,869,256	\$ 2,204,256	\$ 335,000
Insurance Division				
Insurance Division - CMRF	\$ 5,485,889	\$ 5,485,889	\$ 5,485,889	\$ 0
Utilities Division				
Utilities Division - CMRF	\$ 9,210,405	\$ 9,040,405	\$ 8,560,405	\$ -480,000
Professional Licensing and Reg.				
Field Auditor - Housing Trust Fund	\$ 62,317	\$ 62,317	\$ 62,317	\$ 0
Total Commerce, Department of	\$ 27,127,657	\$ 27,603,645	\$ 27,458,645	\$ -145,000
<u>Inspections and Appeals, Department of</u>				
Inspections and Appeals, Dept. of				
DIA - RUTF	\$ 1,623,897	\$ 1,623,897	\$ 1,623,897	\$ 0
Racing Commission				
Gaming Regulation (Riverboat) - GRF	\$ 6,194,499	\$ 6,194,499	\$ 6,194,499	\$ 0
Total Inspections and Appeals, Department of	\$ 7,818,396	\$ 7,818,396	\$ 7,818,396	\$ 0
<u>Management, Department of</u>				
Management, Dept. of				
DOM Operations - RUTF	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0
Total Management, Department of	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0
<u>Revenue, Department of</u>				
Revenue, Dept. of				
Motor Fuel Tax Admin - MVFT	\$ 1,305,775	\$ 1,305,775	\$ 1,305,775	\$ 0
Total Revenue, Department of	\$ 1,305,775	\$ 1,305,775	\$ 1,305,775	\$ 0
<u>Secretary of State, Office of the</u>				
Secretary of State				
Address Confidentiality Program - ACRF	\$ 120,400	\$ 120,400	\$ 120,400	\$ 0
Total Secretary of State, Office of the	\$ 120,400	\$ 120,400	\$ 120,400	\$ 0

Administration and Regulation

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Treasurer of State, Office of</u>				
Treasurer of State				
I-3 Expenses - RUTF	\$ 93,148	\$ 93,148	\$ 93,148	\$ 0
Total Treasurer of State, Office of	\$ 93,148	\$ 93,148	\$ 93,148	\$ 0
<u>Iowa Public Employees' Retirement System</u>				
IPERS Administration				
Administration - IPERS	\$ 17,686,968	\$ 17,988,567	\$ 17,988,567	\$ 0
Total Iowa Public Employees' Retirement System	\$ 17,686,968	\$ 17,988,567	\$ 17,988,567	\$ 0
Total Administration and Regulation	\$ 54,208,344	\$ 54,985,931	\$ 54,840,931	\$ -145,000

Agriculture and Natural Resources

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Agriculture and Land Stewardship, Dept of</u>				
Agriculture and Land Stewardship				
Native Horse & Dog Prog - Unclaimed Winnings	\$ 295,516	\$ 295,516	\$ 295,516	\$ 0
Motor Fuel Inspection - RFIF	500,000	500,000	500,000	0
Conservation Reserve Enhance - EFF	1,000,000	1,000,000	1,000,000	0
Watershed Protection Fund - EFF	900,000	900,000	900,000	0
Farm Management Demo - EFF	625,000	375,000	375,000	0
Soil & Water Conservation - EFF	2,800,000	3,800,000	3,800,000	0
Conservation Reserve Prog - EFF	1,000,000	900,000	900,000	0
Cost Share - EFF	6,750,000	8,325,000	8,325,000	0
Fuel Inspection - UST	250,000	250,000	250,000	0
Iowa Junior Angus Show - Unclaimed Winnings	10,000	0	0	0
Water Quality Initiative EFF	0	2,375,000	2,375,000	0
Agriculture and Land Stewardship	\$ 14,130,516	\$ 18,720,516	\$ 18,720,516	\$ 0
Loess Hills Dev. and Conservation				
Loess Hills - EFF	\$ 600,000	\$ 0	\$ 0	\$ 0
Total Agriculture and Land Stewardship, Dept of	\$ 14,730,516	\$ 18,720,516	\$ 18,720,516	\$ 0

Agriculture and Natural Resources

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Natural Resources, Department of				
Natural Resources				
Fish & Game - DNR Admin Expenses	\$ 43,147,993	\$ 43,768,530	\$ 43,768,530	\$ 0
GWF - Storage Tanks Study	100,303	100,303	100,303	0
GWF - Household Hazardous Waste	447,324	447,324	447,324	0
GWF - Well Testing Admin 2%	62,461	62,461	62,461	0
GWF - Groundwater Monitoring	1,686,751	1,686,751	1,686,751	0
GWF - Landfill Alternatives	618,993	618,993	618,993	0
GWF - Waste Reduction and Assistance	192,500	192,500	192,500	0
GWF - Solid Waste Authorization	50,000	50,000	50,000	0
GWF - Geographic Information System	297,500	297,500	297,500	0
Snowmobile Registration Fees	100,000	100,000	100,000	0
Administration Match - UST	200,000	200,000	200,000	0
Technical Tank Review - UST	200,000	200,000	200,000	0
Park Operations & Maintenance - EFF	6,235,000	6,235,000	6,235,000	0
GIS Information for Watershed - EFF	195,000	195,000	195,000	0
Water Quality Monitoring - EFF	2,955,000	2,955,000	2,955,000	0
Water Quality Protection - EFF	500,000	500,000	500,000	0
Animal Feeding Operations - EFF	1,320,000	1,320,000	1,320,000	0
Ambient Air Quality Monitoring - EFF	425,000	425,000	425,000	0
Water Quantity - EFF	495,000	495,000	495,000	0
Geological and Water Survey - EFF	200,000	200,000	200,000	0
REAP - EFF	16,000,000	12,000,000	12,000,000	0
Total Natural Resources, Department of	\$ 75,428,825	\$ 72,049,362	\$ 72,049,362	\$ 0
Total Agriculture and Natural Resources	\$ 90,159,341	\$ 90,769,878	\$ 90,769,878	\$ 0

Economic Development

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Economic Development Authority</u>				
Economic Development Authority				
Apprenticeship Training Program - WDF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
Job Training - WDF	3,000,000	3,000,000	3,000,000	0
STEM Scholarships - SWJCF	1,000,000	1,000,000	1,000,000	0
High Quality Jobs Program - SWJCF	15,900,000	15,900,000	15,900,000	0
Total Economic Development Authority	\$ 22,900,000	\$ 22,900,000	\$ 22,900,000	\$ 0
<u>Workforce Development, Department of</u>				
Iowa Workforce Development				
Field Offices - Spec Cont Fund	\$ 1,766,084	\$ 1,766,084	\$ 1,766,084	\$ 0
Field Offices - UI Reserve Interest	557,000	1,060,000	1,060,000	0
AMOS Mid-Iowa Organizing Strategy - SWJCF	100,000	100,000	100,000	0
Total Workforce Development, Department of	\$ 2,423,084	\$ 2,926,084	\$ 2,926,084	\$ 0
<u>Regents, Board of</u>				
Regents, Board of				
Regents Innovation Fund - SWJCF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
ISU - Economic Development - SWJCF	2,424,302	2,424,302	2,424,302	0
UI - Economic Development - SWJCF	209,279	209,279	209,279	0
UI - Entrepreneur and Econ Growth - SWJCF	2,000,000	2,000,000	2,000,000	0
UNI - Economic Development - SWJCF	1,066,419	1,066,419	1,066,419	0
Total Regents, Board of	\$ 8,700,000	\$ 8,700,000	\$ 8,700,000	\$ 0
Total Economic Development	\$ 34,023,084	\$ 34,526,084	\$ 34,526,084	\$ 0

Education

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>College Student Aid Commission</u>				
College Student Aid Comm.				
Skilled Workforce Shortage Grant - SWJCF	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Total College Student Aid Commission	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
<u>Education, Department of</u>				
Education, Dept. of				
Workforce Training & Econ Dev Funds - SWJCF	\$ 15,100,000	\$ 15,100,000	\$ 15,100,000	\$ 0
Adult Literacy for the Workforce - SWJCF	5,500,000	5,500,000	5,500,000	0
ACE Infrastructure - SWJCF	6,000,000	6,000,000	5,000,000	-1,000,000
PACE and Regional Sectors - SWJCF	5,000,000	5,000,000	5,000,000	0
Gap Tuition Assistance Fund - SWJCF	2,000,000	2,000,000	2,000,000	0
Work-Based Intermed Network - SWJCF	1,500,000	1,500,000	1,500,000	0
Workforce Prep. Outcome Reporting - SWJCF	200,000	200,000	200,000	0
Total Education, Department of	\$ 35,300,000	\$ 35,300,000	\$ 34,300,000	\$ -1,000,000
Total Education	\$ 40,300,000	\$ 40,300,000	\$ 39,300,000	\$ -1,000,000

Health and Human Services

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
Human Services, Department of				
Assistance				
Medical Assistance - HCTF	\$ 222,000,000	\$ 221,900,000	\$ 217,130,000	\$ -4,770,000
Medical Contracts - PSA	1,300,000	800,000	864,257	64,257
Medical Assistance - QATF	36,705,208	36,705,208	36,705,208	0
Medical Assistance - HHCAT	34,700,000	33,920,554	33,920,554	0
Medicaid Supplemental - MFF	500,000	500,000	500,000	0
Total Human Services, Department of	\$ 295,205,208	\$ 293,825,762	\$ 289,120,019	\$ -4,705,743
Total Health and Human Services	\$ 295,205,208	\$ 293,825,762	\$ 289,120,019	\$ -4,705,743

Justice System

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Attorney General</u>				
Justice, Dept. of				
AG Prosecutions and Appeals	\$ 0	\$ 1,000,000	\$ 1,000,000	\$ 0
Consumer Fraud - Public Ed & Enforcement	0	1,875,000	1,875,000	0
Older Iowans Consumer Fraud	0	125,000	125,000	0
Farm Mediation Services - CEF	300,000	300,000	300,000	0
Justice, Dept. of	<u>\$ 300,000</u>	<u>\$ 3,300,000</u>	<u>\$ 3,300,000</u>	<u>\$ 0</u>
Consumer Advocate				
Consumer Advocate - CMRF	\$ 3,137,588	\$ 3,137,588	\$ 3,137,588	\$ 0
Total Attorney General	<u>\$ 3,437,588</u>	<u>\$ 6,437,588</u>	<u>\$ 6,437,588</u>	<u>\$ 0</u>
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
Radio Comm Platform Lease - E911 Surcharge	\$ 4,383,000	\$ 0	\$ 0	\$ 0
DPS Gaming Enforcement - GEF	9,745,272	11,335,218	10,239,218	-1,096,000
Total Public Safety, Department of	<u>\$ 14,128,272</u>	<u>\$ 11,335,218</u>	<u>\$ 10,239,218</u>	<u>\$ -1,096,000</u>
<u>Homeland Security and Emergency Mgmt</u>				
Homeland Security & Emergency Mgmt				
E911 Emerg Comm Admin - E911 Surcharge	\$ 250,000	\$ 250,000	\$ 250,000	\$ 0
Total Homeland Security and Emergency Mgmt	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 0</u>
<u>Corrections Capitals</u>				
Corrections Capital				
SE Reg. Planning Comm. House Bldg - SWJCF	\$ 0	\$ 0	\$ 1,000,000	\$ 1,000,000
Total Corrections Capitals	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>
Total Justice System	<u>\$ 17,815,860</u>	<u>\$ 18,022,806</u>	<u>\$ 17,926,806</u>	<u>\$ -96,000</u>

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Administrative Services Capitals</u>				
Administrative Services - Capitals				
Major Maintenance - RIIF	\$ 8,729,237	\$ 11,510,000	\$ 3,000,000	\$ -8,510,000
Major Maintenance - RBC	760,000	0	0	0
Capitol Dome Repairs - SBRF	9,990,900	0	0	0
Total Administrative Services Capitals	\$ 19,480,137	\$ 11,510,000	\$ 3,000,000	\$ -8,510,000
<u>Agriculture and Land Stewardship, Dept of</u>				
Agriculture and Land Stewardship				
Water Quality Initiative - RIIF	\$ 5,200,000	\$ 5,200,000	\$ 5,200,000	\$ 0
Ag Drainage Wells - RIIF	1,920,000	1,875,000	1,875,000	0
Renewable Fuels Infra Fund - RIIF	0	3,000,000	3,000,000	0
Total Agriculture and Land Stewardship, Dept of	\$ 7,120,000	\$ 10,075,000	\$ 10,075,000	\$ 0
<u>Blind Capitals, Department for the</u>				
Dept. for the Blind Capitals				
Elevator Improvements - RIIF	\$ 0	\$ 150,000	\$ 0	\$ -150,000
Total Blind Capitals, Department for the	\$ 0	\$ 150,000	\$ 0	\$ -150,000
<u>Chief Information Officer, Office of the</u>				
Chief Information Officer, Office of the				
IT Consolidation - TRF	\$ 0	\$ 1,000,000	\$ 3,300,000	\$ 2,300,000
Broadband - RIIF	0	0	2,600,000	2,600,000
Total Chief Information Officer, Office of the	\$ 0	\$ 1,000,000	\$ 5,900,000	\$ 4,900,000
<u>Corrections Capitals</u>				
Corrections Capital				
CBC 3rd District Major Maint - RIIF	\$ 150,000	\$ 0	\$ 0	\$ 0
Total Corrections Capitals	\$ 150,000	\$ 0	\$ 0	\$ 0

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Cultural Affairs, Department of</u>				
Cultural Affairs, Dept. of				
Great Places Infrastructure Grants - RIIF	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 0
USS Iowa Battleship - RIIF	250,000	250,000	0	-250,000
Sullivan Brothers Museum - RIIF	250,000	250,000	0	-250,000
YMCA Strengthen Community Grants - RIIF	500,000	250,000	500,000	250,000
Total Cultural Affairs, Department of	\$ 2,000,000	\$ 1,750,000	\$ 1,500,000	\$ -250,000
<u>Cultural Affairs Capitals</u>				
Cultural Affairs Capital				
Historical Building Renovation - RIIF	\$ 0	\$ 1,000,000	\$ 6,489,763	\$ 5,489,763
Collections Storage Infrastructure - RIIF	0	0	1,500,000	1,500,000
Total Cultural Affairs Capitals	\$ 0	\$ 1,000,000	\$ 7,989,763	\$ 6,989,763
<u>Economic Development Authority</u>				
Economic Development Authority				
Community Attraction & Tourism Grants - RIIF	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Regional Sports Authorities - RIIF	500,000	500,000	500,000	0
World Food Prize Borlaug/Ruan Scholar - RIIF	300,000	300,000	300,000	0
Lewis & Clark Rural Water System - RIIF	0	2,250,000	4,750,000	2,500,000
Camp Sunnyside Swimming Pool - RIIF	0	500,000	0	-500,000
Western Iowa Utility Relocation - RIIF	0	1,500,000	0	-1,500,000
Total Economic Development Authority	\$ 5,800,000	\$ 10,050,000	\$ 10,550,000	\$ 500,000

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Education, Department of</u>				
Education, Dept. of				
Statewide Education Data Warehouse - RIIF	\$ 363,839	\$ 0	\$ 0	\$ 0
ICN Part III Leases & Maint.- RIIF	2,727,000	0	0	0
Statewide Ed Data Warehouse - TRF	236,161	600,000	600,000	0
ICN Part III Leases & Maintenance - TRF	0	2,727,000	2,727,000	0
Education, Dept. of	\$ 3,327,000	\$ 3,327,000	\$ 3,327,000	\$ 0
Iowa Public Television				
IPTV Equipment Replacement - TRF	\$ 0	\$ 260,000	\$ 500,000	\$ 240,000
IPTV Equipment Replacement - RIIF	1,017,000	0	0	0
Iowa Public Television	\$ 1,017,000	\$ 260,000	\$ 500,000	\$ 240,000
Total Education, Department of	\$ 4,344,000	\$ 3,587,000	\$ 3,827,000	\$ 240,000
<u>Iowa Finance Authority</u>				
Iowa Finance Authority				
State Housing Trust Fund - RIIF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
Total Iowa Finance Authority	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
<u>Homeland Security and Emergency Mgmt</u>				
Homeland Security & Emergency Mgmt				
EMS Data System - RIIF	\$ 400,000	\$ 0	\$ 0	\$ 0
Mass Notification & Emer Messaging - TRF	0	400,000	400,000	0
Total Homeland Security and Emergency Mgmt	\$ 400,000	\$ 400,000	\$ 400,000	\$ 0
<u>Human Rights, Department of</u>				
Human Rights, Dept. of				
Criminal Justice Info System (CJIS) - TRF	\$ 0	\$ 1,000,000	\$ 1,200,000	\$ 200,000
Justice Data Warehouse - TRF	0	157,980	157,980	0
Justice Data Systems - RIIF	1,345,000	0	0	0
Justice Data Warehouse - RIIF	117,980	0	0	0
Total Human Rights, Department of	\$ 1,462,980	\$ 1,157,980	\$ 1,357,980	\$ 200,000

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Human Services, Department of</u>				
Assistance				
Nursing Facility Construction/Impr - RIF	\$ 500,000	\$ 500,000	\$ 0	\$ -500,000
Homestead Autism Facilities - RIF	485,000	0	0	0
ChildServe - RIF	0	0	1,250,000	1,250,000
Total Human Services, Department of	\$ 985,000	\$ 500,000	\$ 1,250,000	\$ 750,000
<u>Human Services Capitals</u>				
Human Services - Capital				
Medicaid Technology - TRF	\$ 0	\$ 1,000,000	\$ 636,000	\$ -364,000
Total Human Services Capitals	\$ 0	\$ 1,000,000	\$ 636,000	\$ -364,000
<u>Telecommunications and Tech Commission</u>				
Iowa Communications Network				
ICN Equipment Replacement - RIF	\$ 1,150,000	\$ 0	\$ 0	\$ 0
Total Telecommunications and Tech Commission	\$ 1,150,000	\$ 0	\$ 0	\$ 0
<u>Inspections and Appeals, Department of</u>				
Public Defender				
Online Claims Development - TRF	\$ 0	\$ 66,463	\$ 88,800	\$ 22,337
Total Inspections and Appeals, Department of	\$ 0	\$ 66,463	\$ 88,800	\$ 22,337
<u>Judicial Branch Capitals</u>				
Judicial Branch Capital				
Polk County Justice Center - RIF	\$ 0	\$ 0	\$ 1,464,705	\$ 1,464,705
Polk County Justice Ctr. Furn. & Equip. - SBRF	6,718,433	0	0	0
Technology Project - TRF	0	0	7,085,424	7,085,424
Total Judicial Branch Capitals	\$ 6,718,433	\$ 0	\$ 8,550,129	\$ 8,550,129
<u>Law Enforcement Academy</u>				
Iowa Law Enforcement Academy				
ILEA Facility Remodel - RIF	\$ 0	\$ 0	\$ 1,449,938	\$ 1,449,938
Total Law Enforcement Academy	\$ 0	\$ 0	\$ 1,449,938	\$ 1,449,938

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Management, Department of</u>				
Management, Dept. of				
Searchable Online Databases - TRF	\$ 0	\$ 45,000	\$ 45,000	\$ 0
Transparency Project - RIIF	45,000	0	0	0
Iowa Grants Mgmt Implementation - TRF	0	50,000	70,000	20,000
Grants Enterprise Management Sys - RIIF	50,000	0	0	0
Local Gov't Budget & Property Tax System - TRF	0	600,000	600,000	0
Total Management, Department of	\$ 95,000	\$ 695,000	\$ 715,000	\$ 20,000
<u>Natural Resources, Department of</u>				
Natural Resources				
Water Trails Low Head Dam Prog - RIIF	\$ 1,000,000	\$ 0	\$ 1,000,000	\$ 1,000,000
Air Quality Application System - RIIF	0	0	954,000	954,000
Total Natural Resources, Department of	\$ 1,000,000	\$ 0	\$ 1,954,000	\$ 1,954,000
<u>Natural Resources Capitals</u>				
Natural Resources Capital				
Lake Restoration & Water Quality - RIIF	\$ 9,600,000	\$ 9,600,000	\$ 9,600,000	\$ 0
State Park Infrastructure - RIIF	3,000,000	2,000,000	2,000,000	0
Total Natural Resources Capitals	\$ 12,600,000	\$ 11,600,000	\$ 11,600,000	\$ 0
<u>Parole, Board of</u>				
Parole Board				
Technology Projects - TRF	\$ 0	\$ 0	\$ 50,000	\$ 50,000
Total Parole, Board of	\$ 0	\$ 0	\$ 50,000	\$ 50,000
<u>Public Defense, Department of</u>				
Public Defense, Dept. of				
Gold Star Museum - RIIF	\$ 250,000	\$ 0	\$ 0	\$ 0
Total Public Defense, Department of	\$ 250,000	\$ 0	\$ 0	\$ 0

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Public Defense Capitals</u>				
Public Defense Capital				
Facility/Armory Maintenance - RIIF	\$ 2,000,000	\$ 1,000,000	\$ 1,000,000	\$ 0
Modernization of Readiness Ctrs - RIIF	1,500,000	1,000,000	1,000,000	0
Camp Dodge Infrastructure Upgrades - RIIF	300,000	250,000	250,000	0
Total Public Defense Capitals	\$ 3,800,000	\$ 2,250,000	\$ 2,250,000	\$ 0
<u>Public Health, Department of</u>				
Public Health, Dept. of				
MCH Data Integration - RIIF	\$ 500,000	\$ 0	\$ 0	\$ 0
State Medical Examiner Office - TRF	0	1,037,000	0	-1,037,000
Medical Cannabidiol Registry - TRF	0	0	350,000	350,000
Iowa Prescrip Drug Safety Net - RIIF	75,000	0	0	0
Total Public Health, Department of	\$ 575,000	\$ 1,037,000	\$ 350,000	\$ -687,000
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
DPS Lab-DNA Marker Software - RIIF	\$ 150,000	\$ 0	\$ 0	\$ 0
State Interop. Comm. System - RIIF	0	4,143,687	1,351,666	-2,792,021
DPS Tasers - RIIF	0	0	740,000	740,000
Total Public Safety, Department of	\$ 150,000	\$ 4,143,687	\$ 2,091,666	\$ -2,052,021
<u>Public Safety Capitals</u>				
Public Safety Capital				
DPS Technology Projects - TRF	\$ 0	\$ 0	\$ 125,000	\$ 125,000
Radio Communication Upgrades - TRF	0	1,116,377	860,000	-256,377
Total Public Safety Capitals	\$ 0	\$ 1,116,377	\$ 985,000	\$ -131,377
<u>Regents, Board of</u>				
Regents, Board of				
Regents Tuition Replacement - RIIF	\$ 32,447,187	\$ 16,072,923	\$ 31,471,292	\$ 15,398,369
Tuition Replacement - SBRF	0	12,200,000	0	-12,200,000
Total Regents, Board of	\$ 32,447,187	\$ 28,272,923	\$ 31,471,292	\$ 3,198,369

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Regents Capitals</u>				
Regents Capital				
ISU - Biosciences Building - RIIF	\$ 15,500,000	\$ 19,500,000	\$ 4,000,000	\$ -15,500,000
UI - Pharmacy Building Renovation - RIIF	23,000,000	22,800,000	5,500,000	-17,300,000
UNI - Schindler Ed Center Renovation - RIIF	15,900,000	0	0	0
ISU - Student Innovation Center - RIIF	1,000,000	6,000,000	10,000,000	4,000,000
Fire Safety/Deferred Maintenance - RIIF	0	0	3,000,000	3,000,000
Total Regents Capitals	\$ 55,400,000	\$ 48,300,000	\$ 22,500,000	\$ -25,800,000
<u>Secretary of State, Office of the</u>				
Secretary of State				
Voter Registration System Update - TRF	\$ 0	\$ 0	\$ 1,050,000	\$ 1,050,000
Voter Reg Licenses Maint & Storage - RIIF	300,000	0	0	0
Total Secretary of State, Office of the	\$ 300,000	\$ 0	\$ 1,050,000	\$ 1,050,000
<u>State Fair Authority Capitals</u>				
State Fair Authority Capital				
NW Events Area - RIIF	\$ 500,000	\$ 1,000,000	\$ 8,500,000	\$ 7,500,000
Total State Fair Authority Capitals	\$ 500,000	\$ 1,000,000	\$ 8,500,000	\$ 7,500,000
<u>Transportation, Department of</u>				
Transportation, Dept. of				
Recreational Trails Grants - RIIF	\$ 2,500,000	\$ 1,000,000	\$ 2,500,000	\$ 1,500,000
Public Transit Infra Grants - RIIF	1,500,000	1,500,000	1,500,000	0
Railroad Revolving Loan & Grant - RIIF	1,500,000	1,000,000	1,000,000	0
Commercial Aviation Infra Grants - RIIF	1,440,000	900,000	1,500,000	600,000
General Aviation Infra Grants - RIIF	0	500,000	500,000	0
RUTF - Driver Licenses	3,876,000	3,876,000	3,876,000	0
RUTF - Administrative Services	6,679,706	6,785,537	6,677,758	-107,779
RUTF - Planning & Programming	446,789	453,460	447,822	-5,638
RUTF - Motor Vehicle	36,063,965	36,176,924	25,962,748	-10,214,176
RUTF - Strategic Performance	513,720	548,328	671,369	123,041
RUTF - DAS Personnel & Utility Services	259,560	259,560	259,560	0
RUTF - Unemployment Compensation	7,000	7,000	7,000	0
RUTF - Workers' Compensation	157,938	175,480	175,748	268
RUTF - Indirect Cost Recoveries	90,000	90,000	90,000	0
RUTF - Auditor Reimbursement	82,516	84,882	87,318	2,436
RUTF - County Treasurers Support	1,406,000	1,406,000	1,406,000	0
RUTF - Mississippi River Park. Comm.	40,000	40,000	40,000	0
RUTF - TraCS/MACH	300,000	300,000	300,000	0
PRF - Administrative Services	41,032,482	41,682,587	41,020,512	-662,075
PRF - Planning & Programming	8,488,981	8,615,735	8,508,616	-107,119

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2017	Estimated FY 2018	Gov Rec FY 2019	Gov Rec vs Est FY 2018
	(1)	(2)	(3)	(4)
PRF - Highway	244,749,911	246,491,619	247,828,001	1,336,382
PRF - Motor Vehicle	1,502,665	1,527,161	1,081,781	-445,380
PRF - Strategic Performance	3,155,710	3,364,853	4,124,123	759,270
PRF - DAS Personnel & Utility Services	1,594,440	1,594,440	1,594,440	0
PRF - DOT Unemployment	138,000	138,000	138,000	0
PRF - DOT Workers' Compensation	3,790,504	4,211,524	4,217,954	6,430
PRF - Garage Fuel & Waste Mgmt.	800,000	800,000	800,000	0
PRF - Indirect Cost Recoveries	660,000	660,000	660,000	0
PRF - Auditor Reimbursement	506,884	521,418	536,382	14,964
PRF - Transportation Maps	242,000	0	242,000	242,000
PRF - Inventory & Equip.	5,366,000	10,535,000	10,465,000	-70,000
PRF - Field Facility Deferred Maint.	1,700,000	1,700,000	1,700,000	0
RUTF - Personal Delivery of Services	225,000	225,000	225,000	0
PRF - Rest Area Facility Maintenance	250,000	250,000	250,000	0
Commercial Aviation Infra Grants - SAF	60,000	0	0	0
General Aviation Infra Grants - SAF	750,000	0	0	0
RUTF - Highway Division	0	0	10,233,174	10,233,174
PRF - Statewide Communication System	0	0	3,054,172	3,054,172
RUTF - Statewide Communication System	0	0	497,191	497,191
Total Transportation, Department of	\$ 371,875,771	\$ 377,420,508	\$ 384,177,669	\$ 6,757,161

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Transportation Capitals</u>				
Transportation Capitals				
RUTF - Scale/MVD Facilities Maint.	\$ 300,000	\$ 300,000	\$ 300,000	\$ 0
RUTF - Dubuque Garage Replacement	0	600,000	0	-600,000
PRF - Utility Improvements	400,000	400,000	400,000	0
PRF - Garage Roofing Projects	500,000	500,000	500,000	0
PRF - HVAC Improvements	700,000	700,000	700,000	0
PRF - ADA Improvements	150,000	150,000	150,000	0
PRF - Dubuque Garage Replacement	0	10,200,000	0	-10,200,000
PRF - Adair Garage Renovations	0	1,478,000	0	-1,478,000
PRF - Waterloo Garage Renovations	0	0	1,790,000	1,790,000
PRF - Mount Pleasant/Fairfield Facility	4,902,000	0	0	0
Total Transportation Capitals	\$ 6,952,000	\$ 14,328,000	\$ 3,840,000	\$ -10,488,000
<u>Treasurer of State, Office of</u>				
Treasurer of State				
County Fair Improvements - RIIF	\$ 1,060,000	\$ 1,060,000	\$ 1,060,000	\$ 0
Total Treasurer of State, Office of	\$ 1,060,000	\$ 1,060,000	\$ 1,060,000	\$ 0
<u>Veterans Affairs Capitals</u>				
Veterans Affairs Capital				
Loftus Hall ADA Improvements - RIIF	\$ 500,000	\$ 0	\$ 0	\$ 0
Sheeler & Loftus Renovation - RIIF	2,000,000	0	0	0
Total Veterans Affairs Capitals	\$ 2,500,000	\$ 0	\$ 0	\$ 0
Total Transportation, Infrastructure, and Capitals	\$ 542,115,508	\$ 536,469,938	\$ 532,169,237	\$ -4,300,701

Unassigned Standings

Other Funds

	Actual FY 2017 (1)	Estimated FY 2018 (2)	Gov Rec FY 2019 (3)	Gov Rec vs Est FY 2018 (4)
<u>Economic Development Authority</u>				
Economic Development Authority				
Endow Iowa Admin - County Endw Fund	\$ 70,000	\$ 70,000	\$ 70,000	\$ 0
Total Economic Development Authority	<u>\$ 70,000</u>	<u>\$ 70,000</u>	<u>\$ 70,000</u>	<u>\$ 0</u>
<u>Executive Council</u>				
Executive Council				
Performance of Duty - EEF	\$ 5,558,619	\$ 3,378,609	\$ 3,378,609	\$ 0
Total Executive Council	<u>\$ 5,558,619</u>	<u>\$ 3,378,609</u>	<u>\$ 3,378,609</u>	<u>\$ 0</u>
<u>Management, Department of</u>				
Management, Dept. of				
Environment First Fund - RIIF	\$ 42,000,000	\$ 42,000,000	\$ 42,000,000	\$ 0
Technology Reinvestment Fund - RIIF	0	10,000,000	20,800,000	10,800,000
Total Management, Department of	<u>\$ 42,000,000</u>	<u>\$ 52,000,000</u>	<u>\$ 62,800,000</u>	<u>\$ 10,800,000</u>
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Midwest Grape & Wine Industry - WGTF	\$ 250,000	\$ 250,000	\$ 250,000	\$ 0
Total Regents, Board of	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 0</u>
<u>Transportation, Department of</u>				
Transportation, Dept. of				
RUTF - County Treasurer Equipment	\$ 650,000	\$ 650,000	\$ 650,000	\$ 0
Total Transportation, Department of	<u>\$ 650,000</u>	<u>\$ 650,000</u>	<u>\$ 650,000</u>	<u>\$ 0</u>
Total Unassigned Standings	<u><u>\$ 48,528,619</u></u>	<u><u>\$ 56,348,609</u></u>	<u><u>\$ 67,148,609</u></u>	<u><u>\$ 10,800,000</u></u>

Appendix C – Interim Committee Summary

Fiscal Staff: Kent Ohms

Analysis of Governor's Budget

COMMITTEE NAME	CHARGE
Opioid Epidemic Evaluation Study Committee	<p>CHARGE: Comprehensively evaluate the State's response to the opioid epidemic in the State, including a review of the protocols and practices relating to the prescribing of opioid medications and the treatment options available including medication-assisted treatment. The Committee shall receive input from agencies and entities including but not limited to representatives of the professional licensing boards for professionals authorized to prescribe controlled substances, representatives of public safety and public health, representatives of the medical community and health insurance payers, and consumers and representatives of consumers. The Committee shall submit a report, including findings and recommendations, to the Governor and the General Assembly by November 15, 2017. The Committee met October 16 and 17, 2017. Final Report: www.legis.iowa.gov/docs/publications/IP/864914.pdf Website: www.legis.iowa.gov/committees/committee?ga=87&session=1&groupID=29687</p>

LSA Staff Contact: Kent Ohms (515.971.7053) kenneth.ohms@legis.iowa.gov

Budget Unit Briefs. Information related to State appropriations and special purpose funds, including a write-up on each budget schedule and charts that provide financial information for all agencies of State government, are available at: www.legis.iowa.gov/publications/fiscal/budgetUnitInfo.

Fiscal Updates. The Legislative Services Agency publishes news articles on meetings attended by analysts, summaries of audit reports issued by the State Auditor's Office, and other items of interest. The documents are located on the Legislative Services Agency publications page at: www.legis.iowa.gov/publications/fiscal/fiscalUpdate.

Issue Reviews. The Legislative Services Agency publishes detailed reviews of selected issues concerning State government. Issue Reviews are available at: www.legis.iowa.gov/publications/fiscal/issueReviews.

Issue Reviews	Publication Date
Building Maintenance on State Facilities	01/04/2018
Human Trafficking	01/04/2018
Iowa State University Veterinary Diagnostic Laboratory	01/04/2018
Iowa's Craft Beer Industry	01/04/2018
Juvenile Detention Home Fund	01/04/2018
Court Debt Collection	01/03/2018
Electric Vehicle and Hybrid-Electric Vehicle Registration Fees	01/03/2018
FY 2017 FTE Positions and Personnel Costs	01/03/2018

Fiscal Topics. The Legislative Services Agency publishes one-page to two-page summaries reviewing a selected State government issue or topic. Fiscal Topics are available at: www.legis.iowa.gov/publications/fiscal/fiscalTopics.

Fiscal Topics	Publication Date
Educational Services for Deaf and Blind Students	01/04/2018
Statutory Off-the-Top Allocations from the Road Use Tax Fund — FY 2017	12/29/2017
FY 2017 Performance of Duty Expenditures	11/30/2017
Tax Credit: Biodiesel Blended Fuel Tax Credit	11/21/2017
Tax Credit: Charitable Conservation Contribution Tax Credit	11/20/2017
Tax Credit: Solar Energy System Tax Credit	11/20/2017
Flood Mitigation Program and Sales Tax Funding	11/10/2017
Tax Credit: Taxpayers Trust Fund Tax Credit	11/10/2017
Tax Credit: Geothermal Heat Pump Tax Credit	11/09/2017
Boiler Safety Fund	11/07/2017
Criminal Fine Revenue and Surcharge Distribution	11/07/2017
Elevator Safety Fund	11/07/2017
Iowa Skilled Worker and Job Creation Fund	11/07/2017
Iowa's Labor Force Participation Rate	11/07/2017
Vertical Infrastructure Requirement Exemptions	11/07/2017
24-7 Sobriety Programs	10/11/2017
Senate File 257 — Motor Vehicle Fuel Tax Update	09/25/2017
FY 2017 State Gaming Revenues	09/14/2017
Flood Mitigation Program and Sales Tax Funding	05/10/2017
Tax Credit: Farm to Food Donation	02/03/2017
Tax Credit: Historic Preservation and Cultural and Entertainment District	02/02/2017
Environment First Fund	01/31/2017

Conversations About Iowa Government. The Legislative Services Agency produces short, conversational interviews conducted by staff regarding state and local government. The podcasts are available here: www.legis.iowa.gov/publications/fiscal/conversations.

Conversations About Government in Iowa (Podcast)		Publication Date
George Oster — Township Fire Protection and Emergency Medical Services	Interview by Robin Madison and Laura Book with George Oster, former Executive Director of the Fire Service Institute at Iowa State University, regarding the role of townships in providing fire protection and emergency medical services in Iowa.	12/13/2017
Senator Charles Grassley — History of the Iowa School Aid Formula	Interview by Josie Gerrietts with US Senator Charles Grassley regarding the history of and his role in the development of the Iowa school aid formula.	10/17/2017
Lettie Prell — 30-Year Career in the Field of Corrections	Interview by Alice Wisner with Lettie Prell, retiring Director of Research in the Department of Corrections (DOC), about her 30-year career, which included earlier postings with the Board of Parole and the Criminal and Juvenile Justice Planning Division of the Department of Human Rights.	09/20/2017
Lee Tack — Iowa School Aid	Interview by Josie Gerrietts with Lee Tack, retired Division Director in the Department of Education, regarding his career in education and the history of the Iowa school aid formula.	08/22/2017

LSA Staff Contact: Jess Benson (515.689.0598) jess.benson@legis.iowa.gov

PUBLIC RETIREMENT SYSTEMS

Retirement Systems

The public retirement systems in Iowa include:

- **Iowa Public Employees' Retirement System – IPERS:** Membership includes employees and retirees of State, county, and city governments; other political subdivisions or agencies; and school districts and Area Education Agencies (AEAs). There are two Special Service groups within IPERS:
 - **Sheriffs and Deputy Sheriffs:** Membership includes sheriffs and deputies employed by counties.
 - **Protection Occupations:** Membership includes airport safety officers; conservation peace officers; city marshals, fire fighters, police officers, and fire prevention inspectors not under the Municipal Fire and Police Retirement System of Iowa (MFPRSI); correctional officers; Department of Transportation (DOT) peace officers; county jailers; military installation officers; emergency medical care providers; county attorney special investigators; High Risk Unit officers; and Insurance Fraud Investigators.
- **Judicial Retirement System:** Membership includes active Judges, Senior Judges, retired Senior Judges, retired Judges, beneficiaries of deceased Judges, and inactive Judges with contributions remaining in the system.
- **Department of Public Safety Peace Officers' Retirement, Accident, and Disability System – PORS:** Membership includes uniformed, sworn officers of the Department of Public Safety, including State Patrol Troopers, Division of Criminal Investigation (DCI) officers, drug enforcement officers, arson investigators, and fire prevention inspectors.
- **Municipal Fire and Police Retirement System of Iowa – MFPRSI or 411:** Membership includes active and retired police officers and fire fighters in cities with a population of 8,000 or more in 1980, and other cities that voluntarily established a civil service commission.

Types of Plans

The Iowa Public Employees' Retirement System, Judicial Retirement System, PORS, and MFPRSI are "defined benefit plans," meaning the member's retirement benefit is based on a benefit formula prescribed by contract or statute. The contribution rates for the Judicial Retirement System are set by Iowa Code section [602.9104](#), and the contribution rates for PORS are stated in Iowa Code section [97A.8](#). The required contribution rates for IPERS Regular Membership, Protection Occupation, and Sheriffs and Deputies are calculated pursuant to Iowa Code section [97B.11](#) and are based on the most recent actuarial valuation of the System. However, the contribution rates for IPERS Regular Membership cannot vary by more than one percentage point from the previous year. The MFPRSI contribution rates are calculated pursuant to Iowa Code section [411.8](#) based on an actuarial valuation of the System.

Wages covered by IPERS and the Judicial Retirement System, as defined by the Internal Revenue Code, are subject to Social Security taxation up to the maximum established annually by the Social Security Administration. Earnings covered by PORS and MFPRSI are not subject to taxation. Old-Age, Survivors, and Disability Insurance (OASDI), commonly referred to as Social Security, is funded through dedicated payroll taxes referred to as the Federal Insurance Contributions Act (FICA).

The OASDI tax rate for wages paid is set by federal statute at 6.20% of covered wages to be paid by both the employees and employers, up to a limit of \$127,200 for CY 2017, and \$128,400 for CY 2018. The Medicare tax is an additional 1.45% of covered wages for both employee and employer with no limit on income. Effective for tax years beginning after 2012, an additional 0.90% Medicare (hospital insurance, or HI) tax applies to individuals receiving wages in excess of \$200,000 (\$250,000 for married couples filing jointly and \$125,000 for married couples filing separately). The tax is in addition to the regular Medicare rate of 1.45% on wages for employees and only applies to the employee portion of the Medicare tax.

Other Retirement Plan Options

- **Teachers’ Insurance and Annuity Association – TIAA:** Membership includes approximately 25,000 active members who are university, Board of Regents, and some community college employees. The TIAA is a “defined contribution plan,” meaning moneys are contributed to an individual account for each participant; the moneys contributed, plus any investment earnings, determine the retirement benefit made available to the participant upon retirement. Retirees of TIAA receive Social Security benefits. The contribution rates used by the universities for TIAA are 5.0% for employees and 10.0% for employers.
- **Deferred Compensation Program (457/401a):** This is a voluntary defined contribution retirement savings program for employees of the State of Iowa and other participating government employers. The program is designed to supplement pension and Social Security benefits at retirement. State of Iowa employees receive a dollar-for-dollar match on the first \$75 of monthly contributions. The State Peace Officers Council (SPOC) Collective Bargaining Agreement employees receive \$1 for each \$2 contribution, to a maximum employer contribution of \$75 per month. Contributions are made pretax through payroll deductions, and investment earnings are tax-deferred.
- **Tax-Sheltered Annuity (403b):** This is a voluntary retirement savings program for employees of educational and education-related institutions. This savings program is designed to supplement pension and Social Security benefits at retirement. Contributions are made pretax through salary reductions, and investment earnings are tax-deferred.

Public Retirement Systems Committee

The Public Retirement Systems Committee is a 10-member statutory legislative committee required to examine and make recommendations to the Iowa General Assembly concerning public retirement systems in Iowa. Iowa Code section [97D.4\(3\)](#) establishes the duties of the Committee. The General Assembly addresses retirement system issues during the second year of each biennium and as needed. The Committee met December 18, 2017, and made no recommendations. Committee documents can be found [here](#).

Public Retirement Systems Summary Chart						
				IPERS		
	Judicial	PORS	411 System	Regular Membership	Sheriffs and Deputies	Protection Occupation
FY 2018 Total Contribution Rate	39.95%	48.40%	35.08%	14.88%	18.76%	16.40%
Employer	30.60%	37.00%	25.68%	8.93%	9.38%	9.84%
Employee	9.35%	11.40%	9.40%	5.95%	9.38%	6.56%
FY 2019 Total Contribution Rate	39.95%	48.40%	35.42%	15.73%	19.52%	17.02%
Employer	30.60%	37.00%	26.02%	9.44%	9.76%	10.21%
Employee	9.35%	11.40%	9.40%	6.29%	9.76%	6.81%
June 30, 2017, Valuation Factors						
Actuarial Accrued Liability	\$198.2 million	\$636.1 million	\$3.023 billion	\$35.177 billion	\$691.2 million	\$1.572 billion
Actuarial Value of Assets	\$180.1 million	\$453.1 million	\$2.461 billion	\$28.293 billion	\$642.5 million	\$1.537 billion
Unfunded Actuarial Liability	\$18.1 million	\$182.9 million	\$562.2 million	\$6.884 billion	\$48.7 million	\$35.1 million
2016 Funded Ratio	87.06%	73.72%	81.38%	82.9%	96.4%	100.9%
2017 Funded Ratio	90.88%	71.24%	81.40%	80.4%	93.0%	97.8%
2016 Investment Market Rate of Return	(1.51%)	(0.98%)	0.01%	2.15%		
2017 Investment Market Rate of Return	16.66%	18.36%	11.75%	11.70%		
Social Security Coverage	Yes	No	No*	Yes	Yes	Yes
Coverage						
Total Members	406	1,192	8,369	391,381	2,688	11,562
Active Members	198	540	3,968	161,315	1,594	7,000
Active Member Average Age	57.5	42.9	41.0	45.6	40.9	41.8
Active Member Average Years of Service	12.0	17.7	13.7	11.2	14.3	11.0
Active Member Average Annual Wage	\$ 143,452	\$ 83,001	\$ 74,657	\$ 47,030	\$ 70,233	\$ 51,337
Notes: Totals may not add due to rounding.						
The aggregate funded ratio for IPERS is 81.4% for 2017 and includes Regular Membership, Sheriffs and Deputies, and Protection Occupation.						
In addition to the employer contribution for PORS, there is also an annual \$5.0 million standing limited appropriation from the General Fund.						
*Ankeny, Camanche, Fairfield, Clive, and Evansdale contribute to Social Security and 411.						

LSA Staff Contact: Jennifer Acton (515.281.7846) jennifer.acton@legis.iowa.gov

Appendix F – Other Funds Balance Sheets

Fiscal Staff: Dave Reynolds and Adam Broich

Analysis of Governor's Budget

This Appendix contains balance sheets for the following funds:

- Environment First Fund (EFF)
- Rebuild Iowa Infrastructure Fund (RIIF)
- Technology Reinvestment Fund (TRF)
- Skilled Worker and Job Creation Fund (SWJCF)

Environment First Fund

	Actual FY 2017	Estimated FY 2018	Gov Rec FY 2019
Resources			
Balance Forward	\$ 85,849	\$ 85,849	\$ 85,849
RIIF Appropriation	42,000,000	42,000,000	42,000,000
Total Resources	<u>\$ 42,085,849</u>	<u>\$ 42,085,849</u>	<u>\$ 42,085,849</u>
Appropriations			
Department of Agriculture			
Soil Conservation Cost Share	\$ 6,750,000	\$ 8,325,000	\$ 8,325,000
Soil & Water Conservation Fund	2,800,000	3,800,000	3,800,000
Water Quality Initiative	0	2,375,000	2,375,000
Wetlands Incentive Program (CREP)	1,000,000	1,000,000	1,000,000
Conservation Reserve Program (CRP)	1,000,000	900,000	900,000
Watershed Protection Program	900,000	900,000	900,000
Farm Demonstration Program	625,000	375,000	375,000
Loess Hills Conservation Authority	600,000	0	0
Total Department of Agriculture	<u>\$ 13,675,000</u>	<u>\$ 17,675,000</u>	<u>\$ 17,675,000</u>
Department of Natural Resources			
REAP Program	\$ 16,000,000	\$ 12,000,000	\$ 12,000,000
Park Operations and Maintenance	6,235,000	6,235,000	6,235,000
Water Quality Monitoring Stations	2,955,000	2,955,000	2,955,000
Animal Feeding Operations	1,320,000	1,320,000	1,320,000
Water Quality Protection	500,000	500,000	500,000
Water Quantity Program	495,000	495,000	495,000
Air Quality Monitoring Program	425,000	425,000	425,000
Geological Water Survey	200,000	200,000	200,000
Geographic Information System	195,000	195,000	195,000
Total Department of Natural Resources	<u>\$ 28,325,000</u>	<u>\$ 24,325,000</u>	<u>\$ 24,325,000</u>
Total Appropriations	<u>\$ 42,000,000</u>	<u>\$ 42,000,000</u>	<u>\$ 42,000,000</u>
Reversions	<u>0</u>	<u>0</u>	<u>0</u>
Ending Balance	<u><u>\$ 85,849</u></u>	<u><u>\$ 85,849</u></u>	<u><u>\$ 85,849</u></u>

Rebuild Iowa Infrastructure Fund

	Actual FY 2017	Estimated FY 2018	Gov's Rec FY 2019
Resources			
Balance Forward	\$ 7,828,825	\$ 3,187,928	\$ 7,885,646
State Wagering Tax Revenues			
Wagering Tax and Fees	155,218,761	153,950,000	155,850,000
Revenue Bond Debt Service Fund Transfer	5,998,711	6,000,000	6,000,000
Federal Subsidy Holdback Fund Transfer	3,771,818	3,750,000	3,750,000
Total Casino Wagering Tax Revenues	<u>164,989,289</u>	<u>163,700,000</u>	<u>165,600,000</u>
Interest	6,489,836	6,250,000	6,250,000
MSA Tobacco Payments	14,491,407	11,899,733	11,766,540
MSA Tobacco Litigation Settlements	2,209,595	2,209,595	2,209,595
Total Resources	<u>\$ 196,008,953</u>	<u>\$ 187,247,256</u>	<u>\$ 193,711,781</u>
Infrastructure Appropriations			
Administrative Services			
Major Maintenance	\$ 9,489,237	\$ 11,510,000	\$ 3,000,000
Major Maintenance - FY 2017 Adjustment	-760,000	0	0
Agriculture & Land Stewardship			
Water Quality Initiative	5,200,000	5,200,000	5,200,000
Ag Drainage Wells	1,920,000	1,875,000	1,875,000
Renewable Fuels	0	3,000,000	3,000,000
Department for the Blind			
Elevator Improvements	0	150,000	0
Chief Information Officer			
Broadband Improvements	0	0	2,600,000
Corrections			
CBC District 3 Infrastructure	150,000	0	0
Cultural Affairs			
Great Places Infrastructure Grants	1,000,000	1,000,000	1,000,000
State Historical Building	0	1,000,000	6,489,763
Collections Storage Infrastructure	0	0	1,500,000
Strengthening Communities Grants - Rural YMCAs	500,000	250,000	500,000
USS Battleship Iowa	250,000	250,000 *	0
Economic Development			
Community Attraction & Tourism Grants	5,000,000	5,000,000	5,000,000
Regional Sports Authorities	500,000	500,000	500,000
World Food Prize Borlaug/Ruan Scholar Program	300,000	300,000	300,000
Camp Sunnyside Swimming Pool	0	500,000	0
Lewis and Clark Regional Water System	0	2,250,000	4,750,000 *
Western Iowa Utility Relocation	0	1,500,000	0
Human Services			
Childserve Project	0	0	1,250,000
Nursing Home Facility Improvements	500,000	500,000	0
The Homestead Autism Facilities	485,000	0	0
Iowa Finance Authority			
State Housing Trust Fund	3,000,000 *	3,000,000 *	3,000,000 *

Rebuild Iowa Infrastructure Fund

	Actual FY 2017	Estimated FY 2018	Gov's Rec FY 2019
Iowa Law Enforcement Academy			
New Facility Planning	0	0	1,449,938
Judicial Branch			
Polk County Justice Center	0	0	1,464,705
Management			
Environment First Fund	42,000,000 *	42,000,000 *	42,000,000 *
Technology Reinvestment Fund	0	10,000,000	20,800,000
Natural Resources			
State Park Infrastructure	3,000,000	2,000,000	2,000,000
Lake Restoration & Water Quality	9,600,000	9,600,000	9,600,000
Water Trails and Low Head Dam Grants	1,000,000	0	1,000,000
Public Defense			
Facility/Armory Maintenance	2,000,000	1,000,000	1,000,000
Statewide Modernization - Readiness Centers	1,500,000	1,000,000	1,000,000
Camp Dodge Infrastructure Upgrades	300,000	250,000	250,000
Public Safety			
Network Contract	0	4,143,687	1,351,666
Tasers	0	0	740,000
Regents			
Tuition Replacement	32,447,187	16,072,923	31,471,292
ISU Student Innovation Center	1,000,000 *	6,000,000 *	10,000,000 *
ISU Biosciences Building	15,500,000 *	19,500,000 *	4,000,000 *
UI Pharmacy Building Renovation	23,000,000 *	22,800,000 *	5,500,000 *
UNI Schindler Ed Center Renovation	15,900,000	0	0
Major Maintenance	0	0	3,000,000
State Fair			
Northwest Events Area Construction and Remodel	500,000 *	1,000,000 *	8,500,000 *
Transportation			
Railroad Revolving Loan and Grant	1,500,000	1,000,000	1,000,000
Recreational Trails	2,500,000	1,000,000	2,500,000
Public Transit Vertical Infrastructure Grants	1,500,000	1,500,000	1,500,000
Commercial Air Service Vertical Infrastructure Grants	1,440,000	900,000	1,500,000
General Aviation Vertical Infrastructure Grants	0	500,000	500,000
Treasurer			
County Fair Infrastructure	1,060,000	1,060,000	1,060,000
Veterans Affairs			
Loftus Hall ADA Improvements	500,000	0	0
Sheeler and Loftus Renovation	2,000,000	0	0

Rebuild Iowa Infrastructure Fund

	Actual FY 2017	Estimated FY 2018	Gov's Rec FY 2019
RIIF Technology Projects			
Cultural Affairs			
Sullivan Brothers Vets Museum	250,000	250,000 *	0
Education			
ICN Part III & Maintenance & Leases	2,727,000	0	0
Statewide Education Data Warehouse	363,839	0	0
IPTV Equipment Replacement	1,017,000	0	0
Homeland Security Emergency Management			
Mass Notification and Emergency Messaging System	400,000	0	0
Human Rights			
Criminal Justice Info System Integration (CJIS)	1,345,000	0	0
Justice Data Warehouse	117,980	0	0
Iowa Telecomm. & Technology Commission			
ICN Equipment Replacement	1,150,000	0	0
Management			
Searchable Online Budget and Tax Database	45,000	0	0
Electronic Grants Management System	50,000	0	0
Public Defense			
Gold Star Museum	250,000	0	0
Public Health			
Maternal & Child Health Database Integration	500,000	0	0
Iowa Prescription Drug Safety Net	75,000	0	0
Public Safety			
DCI Lab - DNA Marker Software	150,000	0	0
Secretary of State			
Voter Registration System	300,000	0	0
Net Appropriations	<u>\$ 194,522,243</u>	<u>\$ 179,361,610</u>	<u>\$ 193,152,364</u>
Reversions	<u>-1,701,218</u>	<u>0</u>	<u>0</u>
Ending Balance	<u><u>\$ 3,187,928</u></u>	<u><u>\$ 7,885,646</u></u>	<u><u>\$ 559,417</u></u>

* These appropriations were previously enacted in prior legislative sessions or are standing appropriations.

Technology Reinvestment Fund

	Final FY 2017	Estimated FY 2018	Gov's Rec FY 2019
Resources			
Beginning Balance	\$ 315,616	\$ 79,455	\$ 19,635
RIIF Appropriation	0	10,000,000	20,800,000
Total Available Resources	<u>\$ 315,616</u>	<u>\$ 10,079,455</u>	<u>\$ 20,819,635</u>
Appropriations			
Office of the Chief Information Officer			
Information Technology Consolidation Projects	\$ 0	\$ 1,000,000	\$ 3,300,000
Department of Education			
ICN Part III & Maintenance & Leases	0	2,727,000	2,727,000
Statewide Education Data Warehouse	236,161	600,000	600,000
IPTV Equipment Replacement	0	260,000	500,000
Department of Homeland Security			
Mass Notification and Emer. Messaging System	0	400,000	400,000
Department of Human Rights			
Criminal Justice Info System Integration (CJIS)	0	1,000,000	1,200,000
Justice Data Warehouse	0	157,980	157,980
Department of Human Services			
Medicaid Technology	0	1,000,000	636,000
Department of Inspections and Appeals			
State Public Defender Online Attorney Billings	0	66,463	88,800
Judicial Branch			
Technology Projects	0	0	7,085,424
Department of Management			
Transparency Project	0	45,000	45,000
Local Government Budget & Property Tax upgrade		600,000	600,000
Electronic Grant Management System	0	50,000	70,000
Department of Natural Resources			
New Online Application	0	0	954,000
Board of Parole			
Technology Project	0	0	50,000
Department of Public Health			
Medical Cannabidiol Registry	0	0	350,000
Equipment - State Medical Examiner	0	1,037,000	0
Department of Public Safety			
Crime Scene Processing Equipment	0	0	125,000
Radio Upgrades	0	1,116,377	860,000
Secretary of State			
Technology Projects (GOV)	0	0	1,050,000
Total Appropriations	<u>\$ 236,161</u>	<u>\$ 10,059,820</u>	<u>\$ 20,799,204</u>
Reversions	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Ending Balance	<u>\$ 79,455</u>	<u>\$ 19,635</u>	<u>\$ 20,431</u>

Iowa Skilled Worker and Job Creation Fund

	Actual FY 2017	Estimated FY 2018	Gov Rec FY 2019
Revenue			
Beginning Account Balance	\$ 0	\$ 0	\$ 0
Wagering Tax Receipts	66,000,000	66,000,000	66,000,000
Total Revenues	<u>\$ 66,000,000</u>	<u>\$ 66,000,000</u>	<u>\$ 66,000,000</u>
Appropriations & Expenses			
College Student Aid Comm.			
Skilled Workforce Shortage Tuition Grant	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000
Economic Development Authority			
High Quality Jobs	15,900,000	15,900,000	15,900,000
STEM Scholarships	1,000,000	1,000,000	1,000,000
Department of Education			
Workforce Training and Econ Dev Funds	15,100,000	15,100,000	15,100,000
Adult Literacy for the Workforce	5,500,000	5,500,000	5,500,000
ACE Infrastructure	6,000,000	6,000,000	5,000,000
PACE and Regional Sectors	5,000,000	5,000,000	5,000,000
Gap Tuition Assistance Fund	2,000,000	2,000,000	2,000,000
Workbased Learning Intermediary Network	1,500,000	1,500,000	1,500,000
Workforce Prep Outcome Reporting	200,000	200,000	200,000
Department of Corrections			
SE Regional Planning Comm. House Building	0	0	1,000,000
Iowa Workforce Development			
AMOS Training Program	100,000	100,000	100,000
Board of Regents			
Regents Innovation Fund	3,000,000	3,000,000	3,000,000
ISU - Economic Development	2,424,302	2,424,302	2,424,302
UI - Economic Development	209,279	209,279	209,279
UI - Entrepreneurship and Econ Growth	2,000,000	2,000,000	2,000,000
UNI - Economic Development	1,066,419	1,066,419	1,066,419
Total Appropriations & Expenses	<u>\$ 66,000,000</u>	<u>\$ 66,000,000</u>	<u>\$ 66,000,000</u>
Reversions	\$ 0	\$ 0	\$ 0
Ending Balance	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>